

## Doctor says he did not kill baby

Dr Leonard Arthur, aged 55, a child care specialist, has denied murdering a Down's syndrome baby rejected by his parents.

It was alleged at Leicester Crown Court that Dr Arthur ordered that the baby be fed a drug which stopped him sucking, for food, and impaired his breathing.

The child had a toxic level which, it was claimed, would have killed an adult. Page 2

## Lib-SDP pact on election

Liberal and SDP leaders agreed on guidelines for the division of parliamentary seats at the next general election. The system will be based on each party fighting about half the seats, but locally there will be a range of disparity in the number of candidates.



## Sad day for Ching-Ching

Ching-Ching's face says it: the giant panda is not pregnant after all. The London zoo confirmed. It was discovered on Monday that her uterus was very enlarged but did not contain a foetus. Back page

## Anthrax found in soil sample

A police inquiry has started after scientists confirmed the presence of anthrax organisms in a soil sample sent anonymously to the Chemical Defence Establishment at Porton Down, Wiltshire. The senders said the soil had been taken from the Scottish island of Gairloch. Page 2

## Briton kicked at Asles trial

Mr Ian Cudde, a British journalist covering the murder trial of Mr Bob Asles, a former Amin aide, said he was kicked and beaten by Ugandan police after being detained outside the High Court in Kampala. He was later released in the custody of a British diplomat. Trial report, page 10

## Lever warns of monetary crisis

Lord Lever warned that the West faced a grim period of crisis unless the monetary system was rapidly reformed. He outlined a programme to stabilise and support currencies, to establish a coherent financial strategy to help developing countries and to end what he called the currency 'rat race'. Page 19

## Opus Dei case is halted

A lecturer's fight to recover money he claims he was pressured into giving to Opus Dei, the Roman Catholic organisation, suffered a setback in the High Court yesterday when the judge ruled that the central claim for £16,465 could not continue. Page 2

## Shareholders ready to fight

Representatives of British, French, Swiss and Belgian shareholders of the Banque de Paris et des Pays Bas have met in Brussels to announce a legal fight to stop the French government from attempting to nationalise more than the strictly French interests of the company. Page 8

Leader page, 17

Letters: On Tory economic policy; from Sir Ronald Bell, QC, MP, and others; engineering at universities; from Dr Edward Parkes; IRA, bomb; Dr Brian Harrison; and Mr Ken Livingstone. Page 11

Leading articles: Egypt; Mr Prior. Page 15

Features pages 15, 16

The Nobel Prize winner for economics on the Tory monetary policy; the lesson Sadat chose to ignore; by Robert Fisk; Who will plant the seeds of the future? Page 18

Obituary, page 18

Professor Robert McKenzie; Margery Vesper; Dr Frank Davies; Viscount Hood. Page 19

Report on the changing pattern of employment. Page 11-13

Home News 2-4

Overseas 8-10

Parliament 4

Appointments 18, 20

Arts 14

Business 19-21

Chess 24-25

Court 15

Crossword 20

Deaths 16

Entertainment 10

Law Report 10

University results, page 18

# Tories reject Whitelaw line on fighting crime

From Our Political Staff, Blackpool

ON PAGES 8, 7

Law and order; education; Prior on Ulster; St John-Stevens warning; rents pledge.

The deep divisions within the Conservative Party were on full display yesterday as its annual conference opened in Blackpool with representatives defeating a motion on law and order, supported by Mr William Whitelaw, the Deputy Leader and Home Secretary, as being too vague and feeble.

The defeat came after an ill-tempered debate in which some Tories jeered one young speaker who demanded that racists should leave the party. That debate shattered the union which greeted the arrival of the Prime Minister on the platform with a rendering of "Happy Birthday".

Mr Edward Heath, the former leader, sitting five seats away from his successor, joined in the celebration of his fifty-sixth birthday. However, their eyes never met.

Both Mr Whitelaw and Mr James Prior, the new Secretary of State for Northern Ireland, had uphill tasks as they spoke on a generally lacklustre day in the conference hall.

Outside, however, was different. Mr Norman St John-Stevens, dismissed by Mrs Thatcher in January, attacking the Government's economic strategy and saying that the party was heading for electoral catastrophe.

Today there will be a further attack on the Government's policy. In a speech from Sir Ian Gilmour, who was recently ousted from the Cabinet, Senior Tories are also anxious about the possibility of angry scenes in front of the television cameras when Mr Heath speaks in a debate on the economy.

They are worried about what he will say and even more alarmed at rumours that right-wing party members, resentful of the Government's policy, will attempt to shout him down.

The news yesterday of a fall in some bank interest rates and better figures for productivity will be ammunition for Sir Geoffrey Howe, the Chancellor of the Exchequer, who has the difficult task of convincing the conference that his policies are beginning to pay off.

The opening shots in a concerted campaign at this week's conference were fired in an eloquent speech by the Tory Reform Group by Mr St John-Stevens.

He told the fringe meeting: "The British people will not vote for an extremist party whatever its political hue."

"At the very moment when the Labour Party is turning itself into an extremist organisation we have contrived to make ourselves appear as though we are marching to a similar dead end."

There was no expression of dissent from his audience when he said that the only conceivable beneficiaries of the Social Democratic-Liberal alliance which looked a credible alternative.

## Anti-monetarist given Nobel economics prize

By David Blake

Economics Editor Professor James Tobin, one of the world's leading anti-monetarists, was yesterday named winner of the Nobel Prize in Economics. The 63-year-old Professor from Yale University in the United States was given the £100,000 prize by the Royal Swedish Academy of Sciences for his work on financial markets and their relation to consumption and investment decisions, production, employment and prices.

Professor Tobin is best known for two contributions to economics, both of which are of crucial importance to the debate about economic policy in Britain today. Both mark him as being firmly on the "Keynesian" side of the divide among economists, but even economists who disagree with him accept his distinction.

His work on "portfolio selection theory" won him the Nobel award. He shows that when consumers and investors decide what to do they look at a whole range of assets.

This comes down to the idea that "money" in the sense in which it is used by monetarist economists, is not the only thing which matters. Tories reviewed, page 16

It was a speech which was acclaimed as brilliant by some Conservative and came amid signs of a new determination among the so-called "wets" to put their case, despite the intense pressure from both at the conference and the constituencies not to rock the boat.

Mr Prior, fresh from the ending of the hunger strike at the Maze prison, reassured the party that there had been no concessions to the IRA and he once again emphasised that one of his main priorities in Ulster would be on the economic front, including links with the Irish Republic.

The change of emphasis from the political to an economic dimension was confirmed by Mr Prior when he told the conference that he would not be going ahead with the Northern Ireland Council, which was proposed in the summer, by his predecessor, Mr Humphrey Atkins.

The council, which would have been advisory but made up of elected representatives, always appeared to be a non-starter because of the refusal of many parties to cooperate.

Mr Prior wanted more politicians in the province to have responsibility for internal affairs and there are to be regular ministerial visits between Ulster and the Republic.

Speaking on BBC radio later, Mr Prior said there should be much more cooperation between the two. The border, if it is to remain a political border, certainly ought not to be an economic border.

Lord Carrington, the Foreign Secretary, and Mr James Dooley, the Irish Foreign Secretary, designed to meet in London today to discuss Anglo-Irish relations. They will discuss the final arrangements for a meeting between Mrs Thatcher and Dr Garret FitzGerald, Prime Minister of the Republic, next month.

The assembly at Blackpool came to life in the afternoon when passions were aroused during a debate on law and order, which saw an angry sub-junct at Tory party conferences.

Surprisingly Mr Whitelaw was unable to persuade representatives to support a motion calling for a strengthening of the forces of law and order.

It was a defeat for the Home Secretary, who, with the Prime Minister at his side, had put up a vigorous defence of the measures which the Government is taking to strengthen the police forces in the wake of the riots last summer.

He had welcomed the motion but the conference was in a determined mood, with many believing that it was too vague and feeble in its proposals. On an overwhelming show of hands it was defeated.

Immediately after the vote, the Home Secretary went to a room at the back of the hall to discuss the situation with the Prime Minister.

He said afterwards: "I think it was an emotional reaction to what they voted against. A motion which seemed to me to go for everything that we are doing. But apparently they did not think we were doing enough."

There could be even greater passion aroused and wider divisions displayed during the crucial economic debate.



## Mrs Thatcher stoops to conquer a cake

Mrs Margaret Thatcher, the Prime Minister, went down on her knees for the press yesterday—and promptly vowed it would never happen again. Photographers persuaded the Prime Minister to kneel because a birthday cake she was to cut had been placed on a low table at the Imperial Hotel in Blackpool. Mrs Thatcher declared as she cut the cake: "This is the first and last time I will get on my knees for the press."

Conservatives at the opening of their annual conference added their congratulations to Mrs Thatcher's 56th birthday by singing "Happy Birthday" at the start of the day's business. A verse of the same song was delivered to Mr James Blake, Mayor of Blackpool, because it was his birthday, too. Mr Blake handed the Prime Minister a gift before conference rose to salute their leader in song. (Photograph by Peter Trievnor).

## Barclays and Lloyds cut their base rates by 1/2 per cent

By John Whitmore, Financial Correspondent

Two of the big High Street banks yesterday reinforced hopes that interest rates may have peaked by announcing a 1/2 per cent cut in their overnight rates. Barclays and Lloyds are reducing their base lending rates from 16 per cent to 15 1/2 per cent with effect from close of business today.

Other clearing banks should follow suit, but it will take a further significant easing in money market interest rates before the building societies reconsider their rates.

The 1/2 per cent cut in base rates is modest, but has taken place over the last month. But Mr Roy Vine, Barclays' senior general manager, said: "The slight easing of market rates now enables us to pass on the benefits to our customers at the earliest possible moment."

Ironically, news of the base rate reductions came at the end of a day when money market rates had tended to rise in response to further weakness in sterling on foreign exchange markets.

This inevitably gave rise to City suggestions that the base rate cut had been deliberately timed ahead of the Chancellor's economic report to the Tory Party conference at Blackpool this afternoon.

Whether or not political considerations played a part in the timing, it is also true that money market interest rates have fallen by well over 1 per cent during the past 10 days.

City opinion on how much further interest rates may fall in the short term remains cautious, however. Sentiment in London markets has been helped considerably by the easing in United States rates recently, a trend that was taken a stage further yesterday with several leading American banks cutting their prime lending rates to 18 per cent.

On the other hand, private sector credit demand may be growing rather faster than the Government would like. The pound's relapse on foreign exchange markets over the past couple of days it fell further 1.45 cents to \$1.875 yesterday—suggests that sterling remains vulnerable.

The particular fear among international investors and money dealers at present is that back bench and grass roots pressure will force a relaxation of monetary policy.

In addition to the small relief that lower base rates will afford industrial and personal borrowers, Barclays also said that its mortgage rate will now

only rise to 15 per cent on November 1 rather than the 15 1/2 per cent originally planned. In fact, this does no more than bring Barclays back into line with several of the other clearing banks.

Mr Michael Tuke, secretary of the Woolwich Building Society, which announced on Monday that it was scrapping its differential mortgage interest rates, said his society would want to see a clear downward trend in interest rates before it considered an interest rate reduction of its own.

News of the base rate reductions gave a late filling to markets which had earlier been falling back in the wake of sterling. The FT index closed 6.4 down at 484.6 after being 11 points lower at midday.

Industrial production in August fell slightly but manufacturing output rose for the third successive month, according to official figures out yesterday. The Treasury immediately claimed that the figures showed signs of a general upturn in manufacturing, but the Confederation of British Industry said it saw no such signs. The figures all relate to the period before the latest rise in interest rates.

Details, page 19

## Heart operation for Schmidt

From Patricia Clough, Bonn, Oct 13

Herr Helmut Schmidt, the West German Chancellor, who is in London for the insertion of a pacemaker in his heart at the military hospital in Koblenz.

The operation, which took place under local anaesthetic, took less than an hour and was stated to have been completely satisfactory. It all goes well the Chancellor should be back in harness next week.

Nevertheless it seems doubtful if Herr Schmidt will be able to attend the North-South conference of world leaders next week in Cancun, Mexico, or visit Washington for talks with President Reagan as had been tentatively planned.

The Chancellor had flown yesterday from his home in Hamburg to the hospital in Koblenz to be treated for what was described as "a feverish infection". However, a thorough medical examination revealed the danger of irregularities in his heartbeat.

Herr Kurt Becker, the government spokesman, said on television that the Chancellor had got through the operation very well and soon after had telephoned his wife, Hannelore, to reassure her.

The operation came as the Chancellor was fighting to defend his security and financial policies against a rising tide of dissent and disillusion among his own party.

Herr Hans-Dietrich Genscher,

the Foreign Minister and Vice-Chancellor, who is in London for the EEC foreign ministers' conference, was expected to return to Bonn to take over temporarily as head of the government.

His progress will be watched with much trepidation, for since his Social Democratic-Free Democratic coalition won last year's elections, it had been clear that it was he, above all, who was keeping the partnership together. Without him, it will be difficult to convince the Free Democrats to continue to work with the Christian-Democratic Social Democrats.

Electrical impulses: Pacemakers are used to ensure that the heart beats at an adequate rate. The most common condition in which pacemakers are inserted is known as bradycardia, in which the heart beats at an abnormally slow rate (Annabel Ferriman writes).

This may have a number of causes. It may be caused by heart arrest or may simply develop in someone who suffers from hardening of the arteries.

The pacemaker is placed in a small pocket under the skin of the chest and is powered by a battery which can last for a number of years. It is possible to live with a pacemaker for many years, although the fact that someone requires one indicates that a vital portion of the heart has been damaged by an inadequate blood supply.

## Sudanese leader calls for Libya oil boycott

From Christopher Walker, Cairo, Oct 13

President Nimeiry of Sudan tonight called on the United States and the European Community, to impose a temporary boycott on Libyan oil imports to sabotage Colonel Gaddafi's subversion in the Middle East and Africa.

In an interview with The Times, the Sudanese leader claimed that Libya's economy was now heavily dependent on oil revenues. "If for two or three months, Europe and America stopped buying any oil from Gaddafi (the Libyan leader), it would cause chaos for him," he said.

"This will give him a good lesson not to act uncivilized against Africa, the Arab world and the world at large," he said. One third of Libya's oil goes to the United States, accounting for three per cent of America's oil imports.

Speaking at the luxurious place in Cairo where he has been staying since his arrival to attend the Sadat funeral, Mr Nimeiry described Libya's leader as "an unpredictable madman dedicated to the overthrow of the regimes in Sudan and Egypt."

Hours before the interview, two bombs exploded at Cairo airport in luggage from an aircraft which had come from Tripoli.

For the first time since the latest superpower crisis in the Middle East erupted, Mr Nimeiry predicted that war between Sudan and Libya was "inevitable" unless Colonel Gaddafi was overthrown.

"If he remains as head of

state, the war cannot be avoided," the President told me. "He has been working for it for several years. He thinks he cannot lead the Arab world and Africa unless he puts his hands on both Sudan and Egypt."

Mr Nimeiry also appealed to the European Community countries, particularly Britain, France and West Germany—to follow America's recent example and provide Sudan with urgent military aid. He disclosed that a number of diplomatic cables had already been put out in Europe.

Mr Nimeiry said that extra air defences for Sudan were vital in the light of Libyan plans to bomb the Gezira dam across the Blue Nile, which is vital for the irrigation of a large populated sector of Sudan.

"We have seen two strategic Russian-made bombers on the airstrips which he has built in Chad and we are expecting them to bomb us at any moment if the Chad-Libya guerrillas put pressure on him."

Looking fit, despite a recent punishing schedule of diplomatic meetings in Cairo, Mr Nimeiry was speaking shortly after visiting personally in the Egyptian referendum to confirm Mr Hosni Mubarak as the next President.

His gesture of solidarity for Mr Mubarak—whom he has known personally since 1954—was made under recent dual nationality legislation between the countries.

Continued on page 8, col 1

## BARNARDO'S STILL NEEDS YOU



When Thomas Barnardo opened the first ever Dr Barnardo's home in 1869, he was just 24 years old. His purpose was to care for homeless and destitute boys and girls, and during his lifetime he helped over 600,000 children. Due largely to his work of rescuing and drawing public attention to their plight, homeless beggar children are no longer a feature of our society. Yet the work Barnardo started over a 100 years ago is far from finished. Last year Barnardo's helped more than 9,000 children, some living in our residential homes and some living at home with their parents and being helped in our day care centres. Our residential homes look after children whose severe handicaps mean they require specialist care which their own families are not equipped to provide. They also give short stay support to handicapped children whose parents deserve a well-earned break from the 24-hour attention their children often need. Our schools for the physically handicapped have pioneered new methods of care enabling these children to develop the skills they need to lead happy, useful lives. Our "half way house" hostels for teenagers provide an important bridge between residential care and moving into a home of their own, while our day care centres and social workers give support to families in difficulties and prevent children going into care needlessly. Our caring knows no limits but our money does. It costs a great deal to run all our residential homes, schools, day care centres and home visiting services. £5 buys a set of paints for a play group. £40 buys some special respite home care for one week. £50 buys a bed. Every £1 you send helps. And it helps even more if you make regular payments by Direct Debit. (You'll save details on request) because that way we can claim back tax so every £1 you send is worth £1.45 to us. Please send what you can today to me, Nicholas Lowe, Assistant Director, Room 128, Dr Barnardo's, Tamworth Lane, Hereford, Herefordshire, HR1 1QG. If you prefer to donate by credit card, please phone Telecard 01-223 0299, quoting your card number and Barnardo's Room 128.

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## 'They are Irish, I am Irish and they killed my son'

By Stewart Tendler, Crime Reporter

A second victim of the Provisional IRA bomb which exploded outside the Chelsea Barracks, London, on Saturday died yesterday in hospital. He was Mr John Breslin, aged 18, who lived in the Ebury Bridge Road area, close to where the bomb went off.

Mr Breslin was among 38 victims of the blast who were taken to Westminster Hospital. He had received serious head injuries.

His father, Mr Kevin Breslin, aged 43, said last night: "It's terrible. These people they are killing. They are Irish, I am Irish and they killed my son."

Mr Breslin, who was at his son's bedside when he died, said: "The doctors had told me it was hopeless after a five-hour operation on Saturday."

Mr Breslin, a building worker, came to Britain more than 20 years ago from Roscommon, West Ireland, and lives with his wife, Esther, also 43, and their two other children, Kevin, aged 16, and Helen, aged 13. He said he son never showed any interest in Irish politics.

Asked what he thought of Mr Ken Livingstone's comment that the IRA terrorists were not criminals, he retorted: "If they are not criminals, then what are they?"



Mr Kevin Breslin: IRA killing the Irish

His daughter, Helen, said: "John had everything to live for and was full of life."

The first victim of the bomb, detonated by remote control, was Mrs Nora Field, a widow aged 61. Scotland Yard said yesterday that her flat was broken into after her death. Jewelry and cash worth up to £1,000 were stolen from her home in Victoria Bridge Road on Monday.

Detectors from the anti-terrorist squad are still questioning two people at Paddington Green police station.

## De Lorean issues seven writs alleging libel

By Frances Gibb

Libel writs were issued yesterday on behalf of the De Lorean Motor Company against seven defendants including Mr Nicholas Winterton, Conservative MP for Macclesfield, the BBC, ITN, and Mirror Group Newspapers over allegations of financial irregularities.

The writs were issued on behalf of Mr John De Lorean, head of the Belfast sports car company, De Lorean Motor Company and De Lorean Motor Cars Ltd by the London firm of solicitors, Goodman, Derrick and Co.

Speaking at Heathrow Airport before flying to New York, Mr De Lorean said: "Some of the media have claimed that I illegally took money from the company."

"If the writs succeed, maybe I won't have to take any money at all from the company and will be able to live off members of the media who libelled me," he claimed.

In a statement announcing the writs, the solicitors said of the claim against Mr Winterton, who first took up the alleged financial irregularities, that it "in no way arises out of the performance of his duties as a Member of Parliament, but relates solely to his broadcasting to the world at large, and

untrue, unsubstantiated and gravely damaging allegations."

It was after Mr Winterton took up the allegations with the Prime Minister that a police inquiry was launched. It cleared Mr De Lorean and his company completely of any criminal conduct.

The other writs were issued against: Miss Marion Gibson, the former typist at Mr De Lorean's New York office, who allegedly supplied Mr Winterton with documents; Mr William Haddad, the company's former communications director who was drawn into the affair because of an alleged memorandum detailing expenditure and Mr John Lisners, a freelance journalist, who worked on the story for the Daily Mirror.

Mr Winterton, who is at the Conservative Party conference in Blackpool, said: "I have no comment to make. The matter will be handled by my solicitor but I have as yet received no writ."

Mr Michael Molloy, editor of the Daily Mirror, said he had not yet received the writ.

"We stand by what we wrote in our story and we will just wait and see," Mr John Lisners, the freelance journalist, said he had not received a writ and could not comment.



## 69-hour life of a mongoloid child

# Doctor denies murdering Down's syndrome baby

From Arthur Osman, Leicester

A Down's syndrome baby was prescribed an analgesic drug and a toxic level built up in his body to three times that which would have proved fatal to an adult, Leicester Crown Court heard yesterday.

The child's parents had rejected it, the court was told, and "nursing care only" had been written on its case notes.

Dr Leonard John Henry Arthur, aged 55, a senior consultant paediatrician employed by Trent regional hospital board at Derby City Hospital, pleaded not guilty to the murder of John Pearson, who lived for 69 hours. The baby died on July 1 last year. The trial, which is being heard by a jury of six women and six men, is expected to last between four and five weeks.

Mr Douglas Draycott, QC, for the prosecution, said the Director of Public Prosecutions had given a verbal guarantee of immunity to witnesses, including nurses and doctors at the hospital, who technically were accomplices of the defendant. But it was accepted that they were acting under Dr Arthur's directions. He said they must have known that the regime which was prescribed for the baby was bound to result in his death.

Dr Arthur, of Royal Oak Cottage, Church Broughton, near Derby, was described as a conscientious paediatrician who showed great interest in mothers who were having babies.

Sister Cecilia Mahon, who delivered the baby on June 28 last year, said she had 17 years' nursing experience. In answer to Mr George Carman, QC, for Dr Arthur, she agreed he was highly respected, a conscientious paediatrician and a gentle man by nature. He was softly spoken and kind.

Mr Draycott said it was sad to see the doctor in the position he was in: "I am sure he took the step in what he thought generally was in the best interests of the child and parents."

He said the baby had an ordinary birth and was healthy. But it was obvious that it suffered from Down's syndrome, was mentally retarded and always would be.

Mrs Molly Pearson, the mother of Worksworth, Derbyshire, rejected the child because it was mentally retarded. Dr Arthur had discussions with her and Mr John Pearson, the father, and subsequently made a note: "Parents do not wish it to survive. Nursing care only."

Nursing care meant it was to be cherished and looked after as well as possible; but no medical measures were to be taken. Dr Arthur prescribed the drug DR 118, a morphine-type, comprising hydrocodone, to be given orally at intervals of four hours, the dosage being five milligrams. The drug was

mixed with distilled water and was given in place of ordinary food.

Counsel said: "The purpose of this, said the Crown, was to accomplish the death of the baby and that was what was done."

Mr Draycott said the drug, which was a form of sedative, was to stop the child sucking and it repressed the part of the brain which enabled it to breathe and control the opening and shutting of its lungs. Down's syndrome children were particularly susceptible to pneumonia and that was the cause of death.

On the day the baby was born, it was put in its cot and the administration of the drug began at 2 pm. By 2.15 pm the baby was going grey and by 9 pm it was having difficulty breathing. It was fed again at 10 pm. In the early hours of the next day it had another feed and was having difficulty in sucking and breathing.

That condition continued and by 1 pm it had deteriorated rapidly. Its breathing was rattling and shallow and the child was sick. It was placid. It re-

mained calm and comfortable later that day when permission was given to a nurse to feed it by tube. It was then dehydrated and gasping for breath.

Mr Draycott said: "Nothing was done to relieve this child's distress. It had no ordinary medical treatment for the very obvious reason that nursing care only had been ordered."

The next day, June 30, by 2.30 pm it was whimpering and nurses comforted the child as best they could. Labouring breathing continued and at 9 pm it was getting to the terminal stage and was obviously dying.

Its stomach was distended because of the non-functioning of the bladder and bowels. A nurse pressed the bladder and the baby passed water and blood. Its feet and hands were blue and it was trying to get air, flinging its arms upwards. It dribbled mucus. It was incapable of sucking and at 11.50

p.m. it took all the dosage given to it by tube. That evening the hospital vicar was called in to christen it. At 5.10 next morning the baby died.

Mr Draycott said it was a matter of common sense that in a hospital if someone was ill steps were taken to relieve that illness. In this case the drug ensured the baby did not suffer more than was absolutely essential and it was allowed to die.

The cause of death was given on the death certificate as broncho-pneumonia due to the consequences of Down's syndrome.

A post mortem examination was held and police saw Dr Arthur. The officers explained they had received a communication from the chairman of an organization called Life. During questioning Dr Arthur allegedly said: "I would like you to know that I accept full responsibility for these events and the nurses were acting on my orders."

He allegedly said the child had been very ill and in answer to further questions in which the officers said it was obviously the intention that the child would ultimately die, Dr Arthur said: "I am fully responsible, no one else. I do not want to be a martyr and I do not want the nurses to be brought into it."

Mr Draycott said it was well known that it was dangerous to give drugs to newborn babies. The textbook entitled *The Paediatrician's Prescriber* pointed out that all drugs should be regarded as dangerous in the first week of life. Counsel said there had been no reason to give the drug to the child.

A baby's liver and kidneys were not functioning at that stage as they would in later life, and there was a build-up of the toxic level. The level had built up to three times that which would prove fatal to an adult.

He continued: "We say there was no medical reason to give this child drugs at all; what it wanted was sustenance."

In a statement Dr Arthur was alleged to have said that the drug was to reduce any suffering on the part of the baby and not to cause its death.

Mr Draycott told the jury that the Crown alleged the purpose of the drug was to take away the baby's appetite and by so doing to bring about its death.

Before the jury was sworn in Mr Justice Farquharson asked the jurors if they belonged to any organized group whose purpose included discussing or advocating treatment for, or dealing with, severely handicapped children (the Press Association reports).

He said there were special circumstances to the case, and asked if any juror had regular dealings or a special interest in the affairs of severely handicapped children. None of the jurors replied.

The hearing continues today.



A new Chinook heavy-lift helicopter being put through its paces at RAF Odiham, Hampshire, yesterday when it was formally accepted into service by the RAF. The aircraft can carry 44 fully equipped troops or a variety of heavy loads ranging

from a five-ton truck or tank to a floating bridge. Its 21,000 lb payload at a range of 250 miles is almost four times that of the Puma helicopter already used by the RAF. (Photograph by John Manning).

## Labour group in move to oust Livingstone for IRA remark

Moves to oust Mr Ken Livingstone as leader of the Greater London Council will be made over the next week by some of his Labour colleagues, it appeared after a GLC meeting yesterday.

Some Labour members were seething over the reported comments of their leader on Saturday's IRA bomb attack in London.

Mr Livingstone has come under repeated criticism from his colleagues for making controversial statements about matters on which the group has expressed no view, and a number of Labour members indicated last night that they were insistent to be linked with the latest statements.

The Conservatives have called a special meeting of the council, which will be held next Wednesday, at which Sir Horace Cutler, the Conservative opposition leader, will move "that the council do censure the leader of the council for misusing his position to further his extreme views on subjects over many of which the council has no jurisdiction, and particularly for his outrageous remarks concerning the bombing in London on October 10".

Yesterday Mr Livingstone hit back at his critics, saying he had been quoted "utterly out of context" and that attacks on his remarks were ill-founded. He stood for one minute's silence with the rest of the council yesterday as a mark of

sympathy for the dead and injured victims of the bombing.

Campaigning in the Croydon by-election yesterday Mr Stanley Boden, the Labour candidate, said that Mr Livingstone's remarks would not help his campaign and that neither Mr Livingstone nor Mr Wedgwood Benn had been invited to speak because he did not know them.

Both Labour and Tory MPs yesterday joined the chorus of protest. Mr George Cunningham, Labour's home affairs spokesman said the GLC leader would do better to "shut up".

He continued: "Coming from a man who wants to take over control of the Metropolitan Police, Livingstone's remarks are totally irresponsible."

Mr Peter Brooke, Conservative MP for the City and Westminster South, which includes the area hit by the bombing said: "Decent opinion throughout the land, and in London no less, would prefer Mr Livingstone to keep his opinions to himself until our wounds have healed."

In another attack, Lord Hailsham of St Marlebone, speaking in support of Mr John Burtenshaw, the Conservative candidate in the Croydon, North West by-election, said Mr Livingstone had "lack flags for murderers".

The Lord Chancellor said the woman killed by the IRA bomb was one of the citizens for

whom Mr Livingstone was responsible, but he had claimed her killers were not really criminal and that we should try to understand them.

He said that the results of the GLC election should put everyone on their guard.

The moderate leader was sacked, and out of the woodwork there crawled the inexpressible Ken Livingstone and he crones with their black flags for murderers and no tears for our own murdered sons in the Army and the police."

He described Mr Livingstone's coming to power as appalling and sinister.

Mr Livingstone said: "I have been vigorously attacked for remarks I made about the IRA. The attack is ill-founded, and, by quoting utterly out of context, presents a view that is not mine."

He said he would be referring one national newspaper to the Press Council for alleged distortion, and added: "I cannot see any violence on London streets. My concern is to see the threat of violence removed."

These people believe that they have strong political motivation and this makes them much harder to crush. Catch one, another takes his place, whereas if you catch an individual psychopath he is not replaced and the crimes cease."

Military and police methods had failed to solve the troubles of London, he said.

Letters, page 17

## Anthrax spores found in protest soil sample

By Henry Stanhope, Defence Correspondent

Defence scientists have confirmed the presence of anthrax organisms in a soil sample which was sent anonymously to the Chemical Defence Establishment at Porton Down, Wiltshire, several days ago.

A police inquiry is being launched into the incident which constituted a risk to public health, the Ministry of Defence said last night.

The senders of the unusual package of soil claimed that it was taken from Grinard, the island off north-west Scotland, which has been barred to visitors since microbiological experiments involving anthrax spores were carried out there during the Second World War.

The results of the tests are taken as proof that the protest is not a hoax and must be taken seriously—although the level of contamination is said to be low.

In a statement in London last night the ministry said: "Tests carried out by the Ministry of Defence have confirmed the presence of anthrax organisms in a soil sample allegedly taken from Grinard island in Scotland and left at Porton Down last week, indicate that the level of bacillus anthracis is higher than would be expected in an ordinary soil sample."

"The sample which was taken from soil left at Porton Down is consistent with soil from Grinard island. The tests have shown a potentially infectious agent present in the soil, but the small number of anthrax organisms discovered—at a level of less than 10 organisms per gramme of soil—means that the risk of human infection is small."

However, those who sent the soil to the CDE have taken a risk with public health."

## Father threw son off cliff

From Our Correspondent, Dover

Mr Peter Berridge, aged 42, a former taxi driver of Parkham Road, West Kenting, Kent, travelled to Dover with his two children in September. He climbed to the top of 300ft cliffs and threw his son John, aged 4, to his death, then jumped with his daughter Joanna, aged two in his arms.

Mr Richard Sturt, the East Kent coroner, was told yesterday that Joanna did not die, as was recovering in Dover Hospital.

Evidence was given that Mr Berridge was worried. The coroner recorded verdicts that Mr Berridge took his own life and that his son was unlawfully killed, though coroners' rules did not permit him to say by whom.

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## Opus Dei cash claim is dropped

By Clifford Longley

Religious Affairs Correspondent

A former, senior, member of Opus Dei, an international Roman Catholic organisation, had an arguable case for the recovery of money he had given to it during his time as a member, Mr Justice Slade said in the High Court yesterday, but he refused to let the claim continue against Father Philip Sherrington, regional counsellor of Opus Dei in Britain, who was being sued as a representative of the organisation.

Dr John Roche, an Oxford academic who left Opus Dei in 1974, was claiming the repayment of more than £20,000 which he alleges was obtained from him by undue influence.

Opus Dei was described by the judge as an incorporated association which could be proceeded against by means of representative persons, but in this case some members might have joined after Dr Roche left, and could not be made liable for repayment.

The results of an investigation into the affairs of Opus Dei, based partly on material supplied by Dr Roche, were published in *The Times*.

The judge was yet to come to a decision on the main issues. Father Sherrington was originally named as a defendant with Mr R. C. Farrell, who was not represented yesterday. The judge ordered that the claim against Father Sherrington be struck out, as it showed no reasonable cause of action against him "or against all member of Opus Dei".

The claim against a third defendant, the National Endowment Association, was stayed by the judge pending the addition of two more defendants, a Mr Drakard and a Mr Burrows, who at one time, Dr Roche alleged, had been designated cosignatories for cheques.

Law Report, page 10

## BL FACING TWO PAY BATTLES

Growing unrest among BL white-collar workers over management delay in replying to their claim for an 11.5 per cent pay increase could add to the troubles the company already faces through the threatened annual strike by its 58,000 manual workers.

Electrical and computer staff unions which submitted their claim on Monday were told that they would have to wait two weeks for the company's answer. They see this as an attempt to get the manual workers' claim for a 10 per cent increase of £20 a week, out of the way before tackling the staff issue.

Mass meetings are taking place at all plants on Friday to vote on the call by manual union leaders for a strike beginning on November 1, unless the company substantially increases its 3.8 per cent offer.

Staff unrest boiled over at Loughborough yesterday when members of the Association of Professional, Executive, Clerical and Computer staff (APEX) stopped work to hold a meeting. They were protesting at restrictions placed on their senior staff, Mrs Jean Travis. In line with recently introduced company policy, she had been refused full-time union facilities and told that she must work when not engaged on authorized union business.

The meeting, which represented only a minority of APEX's 1,500 members in the plant, voted to introduce work sanctions to force the company to change its mind.

## BEER MAY GO UP 4p A PINT

By Derek Harris

Commercial Editor

Watney Mann and Truman, part of the Grand Metropolitan Group, is raising draught beer prices in most of its south of England regions by 2p a pint, wholesale. Bar prices could rise by more than 4p a pint.

It signals a likely new round of price rises in the South, after similar increases in the North. The Watney increases due on October 26 vary between regions. Carlsberg draught lager is also going up by about 3p at the bar.

Watney last raised prices in the south in January but in the north, where there were some rises during the summer, some additional marginal increases are expected soon for Grand Metropolitan brews like Dry-rough in Scotland, Wilsons in the north west and Samuel Webster in Yorkshire.

## Science report

## Vaccine may have caused outbreak

By the Staff of Nature

The outbreaks of foot and mouth disease in Jersey, the Isle of Wight and northern France earlier this year were probably caused by live virus that had either escaped from a laboratory or had not been completely inactivated during vaccine production. This is the conclusion of a group of scientists at the Animal Virus Research Institute at Pirbright in Surrey, who have found that the strain of virus responsible for the outbreaks is identical to the strain commonly used to produce vaccines in Europe.

Winds blowing across the Channel appeared to have carried the virus from infected areas in Brittany and Normandy to Britain, and Dr A. M. Q. King and colleagues at Pirbright confirmed that suspicion when they compared the viruses isolated from French and British cattle. But when they went on to compare the strain with 16 other known strains, they found it was also identical to the virus which was used extensively for the production of vaccine on the continent. The same strain was responsible for a European outbreak which began in Lausanne, Switzerland, in 1963. Britain, however, does not vaccinate, preferring to rely on a policy of slaughter.

There are three possible explanations for the 1981 outbreaks in Britain and Normandy, say the scientists: the Lausanne virus had re-emerged after a long dormant period; live virus had escaped from a laboratory; or some animals had been vaccinated with samples of vaccine contaminated with live virus.

The Pirbright scientists think the first possibility is unlikely. Foot and mouth virus changes in some details as it passes through an animal population, so the chances of it turning up in exactly the same form 16 years on are slim.

The most obvious culprit would seem to be the vaccine, which is manufactured in quite large quantities by inactivating live virus with formalin. There is always a small chance that a few virus particles will survive, and the poison for long enough, remain alive and escape the detection of quality control tests. But as European manufacturers turn to new and better methods of inactivation, or perhaps the construction of an artificial vaccine by genetic engineering, the risks of infection through vaccination should decrease.

Source: *Nature* vol 293 pp 479

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## EXILES BUY UP PART OF PERSIA

By Geraldine Norman

Sales Room Correspondent

Persian manuscripts, paintings and lacquer rose sharply in price at Sotheby's yesterday. The surprises were mostly among the nineteenth-century Qajar items whose value collapsed after the revolution in Iran. Sotheby's suggested two possible causes yesterday: the prosperity of Iranian exiles, now that they have had time to settle down in the West, and growing collector interest throughout the Islamic world.

A group of mid-nineteenth century Qajar Korans made on average four times last season's price levels; a hundred years ago every prosperous family had one and they cannot be called rare. A miniature Koran dated 1883, written in Arabic with illuminated decorations and a contemporary lacquer binding made £3,200 (estimate £400 to £500).

A second miniature Koran, of similar date and decoration but less fine, made £1,200 (estimate £150 to £250) and a full-size manuscript with three double pages of illumination of a lacquer binding made £1,400 (estimate £400 to £500). Most were bought anonymously on behalf of Arab collectors.

Since the collapse of Qajar prices Sotheby's have largely avoided selling lacquer and manuscript and had little offer yesterday. What they set high prices. A lacquered metal mirrorcase of 1869, signed by Muhammad Ibrahim, sold for £900 (estimate £80 to £120). A group of three mid-nineteenth century Qajar oil paintings of pretty lady musicians, dirty and in poor condition, sold for £4,500 (estimate £450 to £650).

Prices for other periods were buoyant though not significantly changed. The auction totalled £1,826 with 2 per cent unsold.

Christie's held a sale of something approaching the life work of a little known Edwardian painter in watercolours, Mildred Anne Butler.

The family collection of watercolours were offered for sale yesterday and included "A landscape sketching in a glass" at £7,000 (estimate £400 to £500). The sale totalled £164,150 with every lot sold.

Overseas selling prices

British	£ 12.50	to £ 20.00
European	£ 10.00	to £ 15.00
Japanese	£ 8.00	to £ 12.00
Chinese	£ 6.00	to £ 10.00
Indian	£ 4.00	to £ 8.00
American	£ 3.00	to £ 6.00
South American	£ 2.00	to £ 4.00
Australian	£ 1.50	to £ 3.00
New Zealand	£ 1.00	to £ 2.00
Other	£ 0.50	to £ 1.00

## As his full-time employer you'll be glad of the time he spends

Our friend here may be only a part-time soldier but he's no weekend amateur.

working with us. a whole fortnight, seems a small price to pay for someone to develop initiative and responsibility.

On the contrary, he's fit, well-versed in most aspects of modern warfare and, above all, trained in man management and military skills ranging from communications to maintaining armoured vehicles. Like the other 70,000 volunteers in today's Territorial Army, he has to be.

Because, come the crunch, it's the job of the TA to provide vital support for our NATO forces in Western Europe and to help reinforce the Regular Army's defence role in this country.

Learning to do that job isn't

something that can be done in a few odd hours here and there.

It takes commitment, determination and, more important still, time.

At least one evening a week, a few weekends and a fortnight a year at camp.

That can sometimes cause problems. Especially for Territorials whose full-time job involves supervisory and weekend working.

Fortunately, most employers, personnel officers and managers are more than prepared to put up with any inconvenience caused.

After all, the odd day off even

And to help the TA become an even stronger and more powerful force for peace.

## The Territorials

As an employer you may be interested in the TA. Employees Guide. It tells you how you can do your bit to help any TA volunteers in your employ do theirs. Complete the coupon and send it to Captain Mike Phillips, Room 532, Landowne House, Berkeley Square, London W1X 6AA. T/14/10.

Name \_\_\_\_\_

Company Address \_\_\_\_\_

Position \_\_\_\_\_





## Anderton nearer accord with police committee

From John Charles, Manchester

The beginning of a rapprochement in the uneasy relationship between Mr James Anderton, chief constable of Greater Manchester and his Labour-controlled police committee seemed to advance a stage further yesterday after the hasty publication of the independent tribunal report on July Moss Side riots, Mr Anderton said.

"It is a useful document containing a number of specific recommendations and general suggestions worthy of the most serious consideration."

"I am sure that the Greater Manchester police committee will wish to discuss these issues with me in due course and call for further information and police reports."

Mr Anderton declined to accept unionists' specific questions yesterday. The report of the tribunal, chaired by Mr Benet Hyman, QC, expressed firm judgment on most of the police actions during the riots, but suggested that certain aspects should be discussed between the police committee and Mr Anderton.

It particularly suggested that both sides should accept each other's good faith and

advised the avoidance of "loose and ill-considered language."

Specific points which the tribunal suggested should be subjected to further scrutiny by the constable and the police committee include:

1. Evidence pointing to over-reacting by policemen which ought to be subject to effective and searching investigation;  
2. The reasons for the build-up of hostility between young people both black and white and the police, sometimes amounting to hatred, and possible links between that sense of mistrust and the youth and relative inexperience of many of the policemen employed in the Moss Side area;

3. The use of charge tactics on two different occasions by policemen on foot and in vans;  
4. The complaints procedure on which the tribunal has expressed specific recommendations that a community representative should be appointed to receive, sift and pass on complaints to the police, and that a senior police officer from outside should be appointed to review complaints.

## Trethowan denies cuts threat to Radio 3

By a Staff Reporter

Sir Ian Trethowan, director general of the BBC, denied yesterday that there was a threat to Radio 3 from further economy measures.

Replying to a listener who telephoned a question to the Radio 4 Tuesday Call programme, Sir Ian said: "On the contrary, Radio 3 is a unique and distinctive part of the service and the licence money of 18,500,000 people, and had to give every one of them a

service that left them thinking they had got their money's worth."

To a question about over-manning, Sir Ian said that over-manning was being discussed with the unions, but these did not form a major element in broadcasting costs.

He also spoke of the proposed government cuts in the BBC's external services. The service they represented, he said, was peanuts.

Lord Carrington, the Foreign Secretary, has told Lord Byers, Leader of the Liberal peers, that he hopes a statement on the cuts will be possible later this month.

## Fear of atomic waste in food-growing valley

Opposition is mounting to a proposal by the Institute of Geological Sciences to explore the Vale of Evesham, one of the country's principal food-producing areas, as a possible site for dumping radioactive nuclear waste. The institute has applied for planning permission to make a test drilling at Pershore airfield, Hereford and Worcester, and at Stoke Orchard, near Tewkesbury, Gloucestershire.

Test drilling is intended to establish whether underlying rock strata are stable enough for storing nuclear waste. Anti-dumping campaigners yesterday urged Wychavon and Tewkesbury district councils to reject the planning applications.

Mr Peter Walter, speaking for the "No to Atomic Waste" group, said: "This could put the Vale of Evesham on the shortlist for becoming Britain's first nuclear dumpsite. It is a lunatic proposal."

Mr Walter said many scientists opposed underground disposal on the ground that it

could not be proved safe in the short time allowed for research.

All councils in England where drilling has been proposed have refused planning permission. Somerset County Council even refused to discuss the applications and called for a national inquiry into nuclear waste disposal.

Mr Dennis Brooks, chairman of Wychavon council's planning committee, said: "I am certainly apprehensive about the prospect of nuclear waste being dumped in one of Britain's most important vegetable and fruit gardens. The application has alarmed many local people, but we shall try to look at the matter soberly."

The National Farmers Union said: "We are seriously concerned at the prospect of this dumping and our officers will be monitoring the situation very closely. We shall reserve any protest until we know if and when the vale has been proved suitable for burying radioactive material."

## BBC digs in behind ramparts

From Kenneth Gosling, Belfast

Outside, the pneumatic drills clatter mercilessly. But inside the fortress-like headquarters of the BBC in the Belfast city centre the sounds are muffled. There is good reason to be grateful for the thickness of the walls.

"We had a car bomb go off outside and all we felt was a slight tremor", Janet Quigg, the information officer, said as our small press party toured the building in the wake of Mr George Howard, the BBC chairman.

He is in Belfast to inaugurate the first Broadcasting Council for Northern Ireland, putting the BBC on the same footing as its counterparts in Scotland and Wales.

No one complains about the drills because their message is one of hope. The island site near the City Hall will house a purpose-built studio complex, the cost running close to £10m over five years.

"What is good about it is that it gives our staff the feeling that the BBC is here to stay," Mr James Hawthorne, controller of BBC Northern Ireland, remarked.

He and Mr Cecil Taylor, head of programmes, reflect on the huge difficulties that confront them in news and current affairs, and on the general unpopularity of the BBC here.

Twenty years ago, if you said you worked for the BBC you were well received, people were eager to talk to you, there were free seats at the cinema. Today things are different. Mr Hawthorne is not complaining. He tells it as it is.

The BBC Northern Ireland has behaved professionally and honourably in the last 12 years, which is why we are so enormously unpopular. We insist on telling the story and we tell it, and all —

and we have made people uncomfortable."

Part of their difficulty is that people fail to understand their problem, to see how difficult it is to cover a divided country.

And it is when there has been trouble when a woman has been widowed, the BBC's information office becomes a place to turn to in distress, and Janet Quigg and her staff lend a compassionate ear. But try as the BBC does, to analyse the nature of the problem and "nobody out there thanks you for it", Mr Hawthorne says.

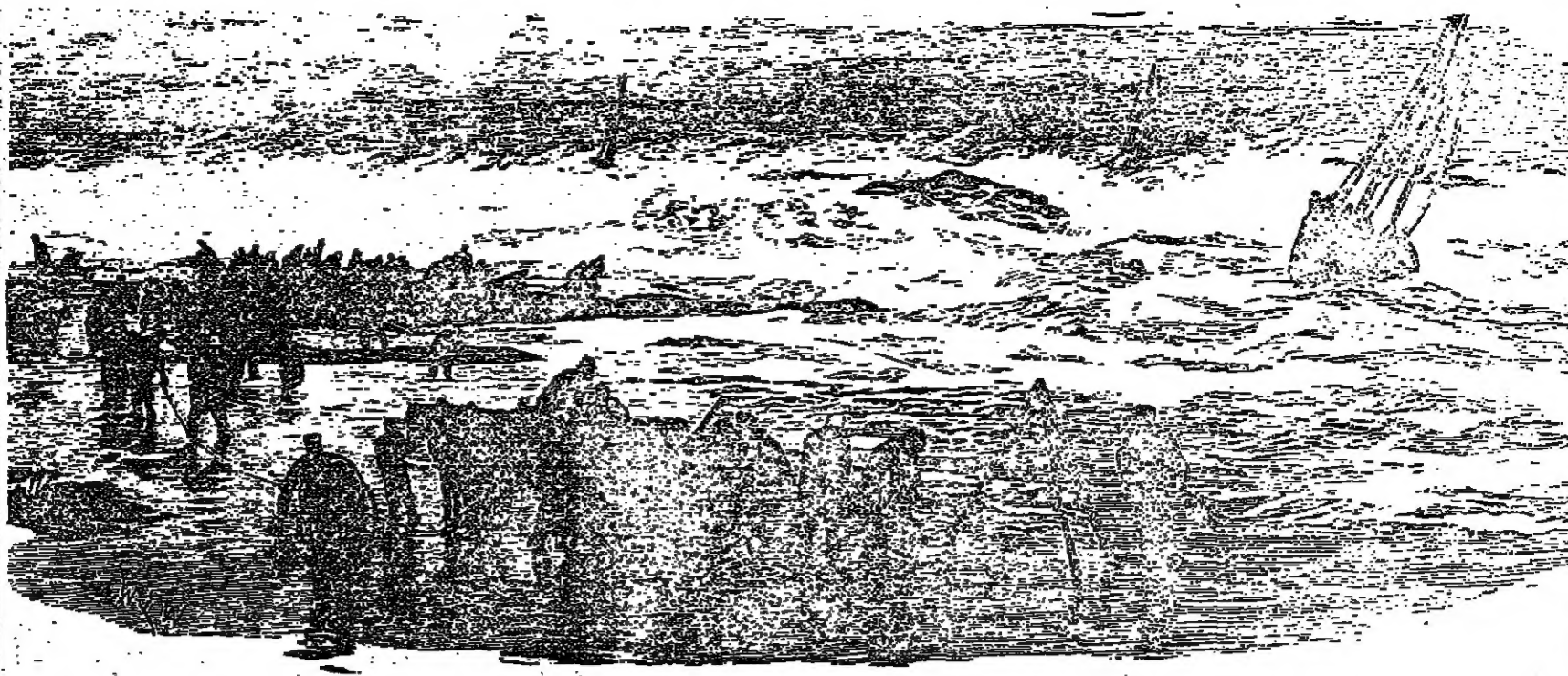
"When I was director-general, Sir Charles Curran said Northern Ireland was the BBC's biggest editorial problem. The BBC has found itself defending its coverage against its own customers and against the politicians. And politicians in office are very powerful people."

But it is not all news and current affairs. There are many more programmes that are pleasant and entertaining than are unpleasant and uncomfortable. And in the past three years, since Mr Hawthorne became controller, they have been trying to find themselves a place on the network as of right, not as part of some quota system.

Mr Taylor says he is encouraged by the now substantial flow of good writing, without which good programmes are impossible. And the writers use the whole of Ireland as their cultural hinterland.

RTE, the Irish television authority, gets just a little jealous of the all-Irish programmes they do, Mr Taylor reckons.

"I had a letter the other day from the playwright, David Rudkin, asking to do a play for us, and that is being set



A contemporary sketch of the Life Brigade at work as fishing boats are driven ashore in the great gales

## Great sea disaster struck 100 years ago today

By Ronald Faux

The great gale that swept the east coast of Britain a hundred years ago today took 189 fishermen to their deaths, 129 of them from the small fishing port of Eyemouth on the Berwickshire coast. The tragedy is considered the worst in the history of an industry which even today pays a heavy price in lives. Eyemouth still earns its living from the sea but the disaster on October 14, 1881, left a scar from which the community never recovered.

The Times reported the terrible misery which the "unprecedented hurricane" wrought on the east coast of Scotland leaving 100 widows in Eyemouth alone and 302 children orphaned. Many of the boats

were engulfed within 50 yards of the harbour mouth under the eyes of the families of those manning them who were powerless to give help in the raging seas breaking against the Eyemouth shore.

More than 31 boats were lost from the village and its neighbours leaving many families and old folk unprotected. A fund was launched with a target of £20,000 and headed by a £100 donation from the Queen. The local fishmongers company, according to The Times report, donated £32 10s.

Today a memorial to the men who died stands on the seafloor at Eyemouth. It is topped by a broken mast in stone. A group of women from the district is working on a

large tapestry which will carry the names of all the men who perished in the disaster. When completed, the separate pieces will be sewn together and occupy a wall in the Seafaring and Fisheries Museum in the town.

The Eyemouth fleet, with boats from other ports on the north-east coast of England and the Forth, were out catching herring.

The chief single maritime disaster recorded that day was the loss of the Clan Macduff, which went down in the Irish Sea. The vessel had set out for Bombay but struck the ferocious seas that quickly overwhelmed her. Of the 19 passengers on board seven were saved.

## NEW ULCER DRUG LAUNCHED

By Annabel Ferriman, Health Services Correspondent

A new drug to treat stomach ulcers was launched yesterday by Glaxo, the British-based pharmaceutical company, after a development programme costing between £30m and £40m. The company hopes to export it to 200 countries and to capture a significant share of the £950m world market in gastro-intestinal drugs.

The drug, ranitidine, will be marketed under the trade name Zantac and will cost 91p a day for treatment. The company claims it heals ulcers in 80 per cent of patients within four weeks. It is likely to be compared with the highly successful drug, cimetidine, launched in 1975 by Smith, Kline and French, which proved a breakthrough in the treatment of stomach ulcers.

Glaxo maintains that its drug is as effective as cimetidine and has fewer side effects. Its action is highly selective.

More than 9,000 patients in 20 countries have been treated in clinical trials of the drug. It works by blocking the action of histamine receptors in the stomach which secrete acid, a main factor in causing ulcers.

Dr Roy Pounder, consultant gastro-enterologist at the Royal Free Hospital, London, who was one of the first doctors in the world to use cimetidine, said yesterday: "Ranitidine is a slightly cleaner drug in terms of side effects at this stage of its development, but cimetidine has been used perhaps by 15 million patients in the past five years; so a lot more is known about it."

## Docherty's transfer offer shocked me, player says

Dennis Law, the former Manchester United footballer, told the jury at the Central Criminal Court yesterday of his shock when Tommy Docherty, the manager, told him he was being given a free transfer.

Mr Law, now a sports commentator, recalled the occasion in 1973 for the jury hearing the case in which Mr Docherty, aged 53, denies two charges of perjury.

"It came as a great shock," he said. "I had been at Manchester United for 11 years and certainly wanted to finish there." His contract had a year to run.

"The thought of a free transfer had never entered my head," he told the jury. The news came at a bad time: his wife was pregnant and he was moving house.

His testimonial match was scheduled for the beginning of the next season and he felt a better solution would be to announce his retirement on that night. "It was a way out for the club, and certainly an honourable way out for me."

Mr Docherty is alleged to have told a deliberate lie in saying that Dennis Law did not seem disturbed by the change, when he gave evidence in a 1978 High Court action.

He is also alleged to have falsely sworn he was unaware of a term in a contract between Bournemouth and Boscombe Athletic Football Club and Manchester United under which United would pay a further sum to Bournemouth when the player Ted McDougall had scored 20 goals.

Mr Docherty, aged 53, who is manager of third division club, Preston, denies both charges.

Mr Paul Purnell, for the prosecution, has told the jury that Mr Docherty sued Mr William Morgan, a former Manchester United player, and Granada Television after a television programme in 1977 in which Mr Docherty was described as the worst football manager there had ever been.

During his evidence in that action Mr Docherty allegedly told deliberate lies.

The trial continues today.

## Woman who threw paint at Cardinal is jailed

An Irish woman who threw a tin of red paint at Cardinal Basil Hume was imprisoned for three months yesterday. It was learnt that she had thrown red paint at the cardinal when he was in the House of Commons two years ago.

In a letter to the court, Cardinal Hume, Archbishop of Westminster and leader of Britain's Roman Catholics, asked that Mrs Jean Costello should not be punished for what she had done because

she needed help. But Judge Bolland, sitting at Knightsbridge, told her he had no choice but to send her to prison for two months and to activate a one-month suspended sentence for the offence in Parliament.

Mrs Costello, aged 45, a secretary, of Sotheby Road, Highbury, north London, pleaded not guilty, "because of lawful excuse to damaging the Cardinal's robes, his chauffeur's clothes, and a church carpet."

The judge granted Patrick, of Lancaster Park, Richmond, Surrey, and Penguin Books, his publishers, an injunction against Mr Stephen Richard Johnson and Mr Tony Gillespie, who have been selling a copy version of You can do the Cube from a stall in The Cut, Waterloo, London.

Mr John Baldwin, his counsel, told Mr Justice Dillon that a cheap version of the book, on inferior paper and with a stapled spine, was being sold in London street markets.

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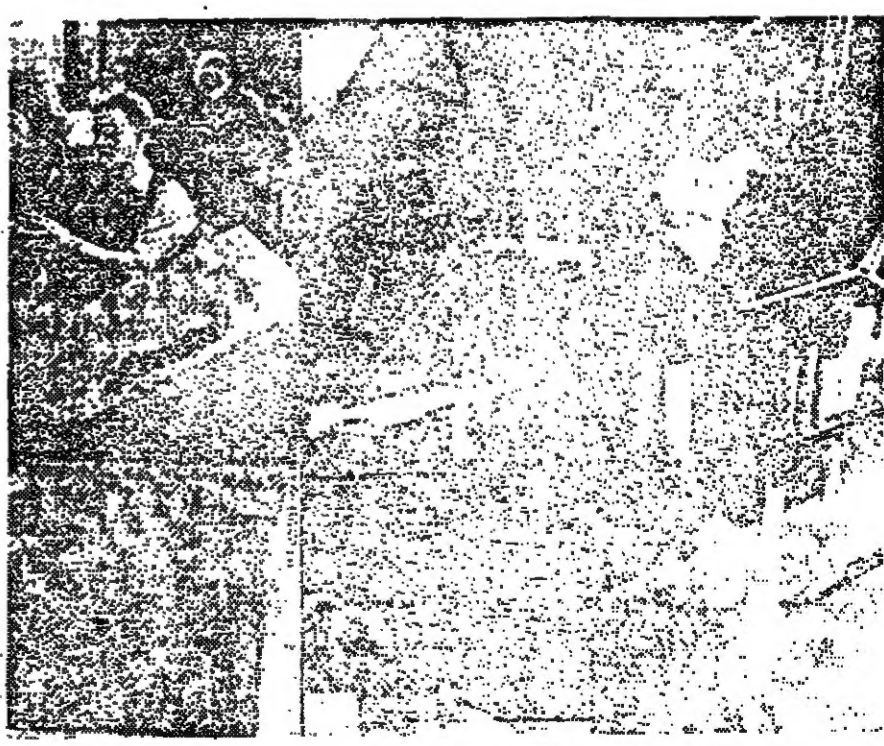
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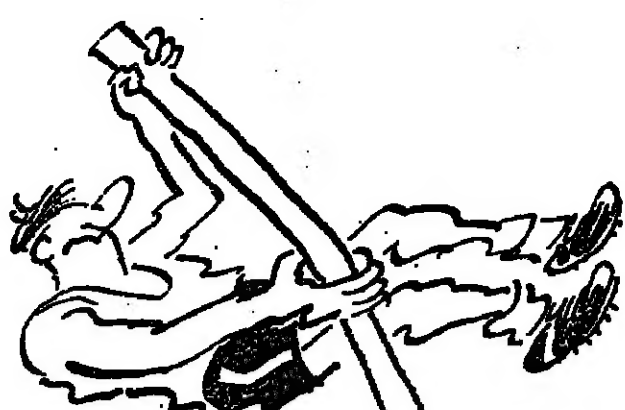
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# HALIFAX

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## Rates poll campaign launched by councils

By Robin Young

All national newspapers carry full-page advertisements today placed by the Labour-controlled Association of Metropolitan Authorities. They herald a campaign against proposed legislation to require local authorities to raise supplementary rates.

So far, about half the association's 77 member authorities have each made voluntary contributions of £10,000 towards the cost. None of the Conservative-controlled councils has so far subscribed, and some have accused the association's leaders of using ratepayers' money to finance a party political campaign.

Mr Jack Smart, chairman of the association, said in London yesterday that he hoped all the member authorities would eventually support the campaign, which aimed to protect essential democratic freedom and the system of constitutional checks and balances.

"The Government's proposed laws are unprecedented in the power they will put in the hands of ministers," he claimed.

Most members felt they must take the unprecedented step of a public campaign. One line in the advertisement says: "The idea (of the proposed legislation) is to take away your local authority's power to levy rates."

The campaign's opponents may complain to the Advertising Standards Authority that this claim is misleading.



Princess Anne conferring an honorary doctorate on Lord Charteris of Amisfield

## Princess installed as chancellor

Ramphel, Secretary-General of the Commonwealth.

One of Lord Charteris's first duties was to post the announcement of Princess Anne's birth on the gates of Clarence House, and one of his last for the birth of her son, Peter, Princess Anne said.

The Princess was the first member of the Royal Family to launch the college's 150th anniversary appeal to raise £4m (Our Education Correspondent writes). More than £500,000 has already been given.

Jones, former general secretary of the Transport and General Workers' Union.

□ Sir James Lightfoot, Provost of University College, the oldest and largest of London University's institutions, announced yesterday in the presence of Princess Anne the public launching of the college's 150th anniversary appeal to raise £4m (Our Education Correspondent writes). More than £500,000 has already been given.

## Man in £20m drugs trial 'was in secret service'

An Oxford graduate allegedly involved in a £20m drug smuggling operation told Customs investigators that he had been working for the British intelligence service, a judge heard in the Central Criminal Court yesterday.

Dennis Howard Marks, aged 36, added: "My work is of a secret nature."

The jury was told that after his arrest at an airport in May last year, Mr Marks was interrogated by Customs officers inquiring into the unloading of 15 tons of cannabis on to a remote island off the west coast of Scotland in 1979. Mr Marks denied involvement in smuggling, dealing in cannabis or financing the operation.

He claimed he was working for D16, formerly MI6, and was alleged to have added: "It is difficult to resist when you have been flattered into believing your country needs you."

Mr Marks, of Hans Road, Chelsea, and two other men, Morgan Pennington, aged 41, a Californian yacht broker, and Hedley Morgan, aged 35, also an Oxford graduate, of Oaklands Avenue, Porters Bar, Hertfordshire, have pleaded not guilty to serious charges of evasion of the prohibition on

the importation of drugs and possessing drugs.

Mr Nicholas Baker, a Customs investigator, alleged that in conversations Mr Marks drew a distinction between cannabis and heroin and showed interest in the argument for the legalization of cannabis. He claimed Mr Marks said: "I smoke it now and again."

Mr Marks told the jury that Mr Baker had said: "If you prove an association between me and a supportable charge I will plead guilty."

Lord Hutchinson of Lullingston, QC, defending Mr Marks, asked if Mr Baker knew of members of drug smuggling teams giving information to the authorities, and then being allowed to escape. That suggestion was "absolute nonsense," said the witness.

Lord Hutchinson said that in 1973 Mr Marks had been charged in relation to the importation of cannabis but had not answered to his bail. "The suggestion is that he was forcibly prevented from doing so and that he became a fugitive from justice," he said. The trial continues today.

## Customs cuts help drug smugglers

By Donald Macintyre, Labour Correspondent

Heroin traffic, most forms of smuggling, import fraud and the evasion of EEC trade quotas are all increasing because of customs and excise staff reductions, Civil Service union leaders will tell European MPs in Strasbourg today.

Britain is paying £30m a year more from the refunds it receives from Brussels as a customs agent of the EEC than it spends on enforcement, according to figures produced

yesterday by the Society of Civil and Public Servants (SCPS).

The society, which represents 15,000 customs and VAT officers, is joining unions from 10 other countries in a lobby of the European Parliament today to urge MPs to curtail EEC member states, such as Britain and West Germany, for cutting customs staff when the unions say, the need for them is increasing.

## TEACHERS SEEKING JOBS CODE

By Our Education Correspondent

Sharpened political conflict in society has led to political patronage and prejudice playing a greater part in the appointment and promotion of teachers, Dr Walter Roy, chairman of the National Union of Teachers' education committee, claimed yesterday.

"The splendid British tradition of tolerance and free thought that was once so admired is now at risk. That must be, and is, reflected in schools and in the way teachers are appointed," he said.

Dr Roy was speaking at a press conference in London to mark the publication of a proposed code of practice on the appointment, promotion and career development of teachers.

The code suggests that candidates for a teaching post should not be asked about their membership of, or attitude towards, any teacher organization; their political or religious beliefs (except in the case of appointment to denominational schools); or their willingness to take part in extra-curricular activities.

A fair way forward (National Union of Teachers, Hamilton House, Mableton Place, London, WC1H 9BD, 49p).

## Survey finds that few are better off when sick

By Pat Healy, Social Services Correspondent

The first test of the claim that some employees are better off when they are sick rather than at work is provided in a survey of more than 300 companies published today.

The survey shows that only 11 per cent of employees are likely to be able to keep sick pay benefits on top of their full pay. Little more than one-third have inferior sick pay compared with that provided for white-collar workers.

The survey, carried out by the Metropolitan Pensions Association, is intended to help employers faced with renegotiation of existing sick pay schemes because of impending legislation transferring responsibility for sickness benefit from the national insurance scheme to employers.

One of the reasons advanced by the Government for making the change is that large num-

bers of employees are better off when they are on sick leave.

The Government proposals would make employers responsible for paying sickness benefits at a flat rate during the first eight weeks for almost all employees, including new starters. The survey shows that present practice varies widely between, and within, companies.

More than three-quarters of the schemes provided no sick pay for temporary employees, and 7 per cent of the companies surveyed provided no sick pay for at least one category of full-time permanent adult employees.

The survey covered 333 companies with a million employees, running a total of 494 different sick pay schemes. Survey of Sick Pay and Medical Benefits (MBA Ltd, Metro City House, Northgate, Chichester, Sussex PO19 1BE; £20).

## Code change likely on fuel cut off from needy

By Our Social Services Correspondent

Growing concern about the hardship faced by families and elderly people who have their gas or electricity disconnected led last night to the Department of Energy issuing a statement in advance of a report expected to be critical of the gas and electricity boards' adherence to the code of conduct.

Mr David Mellor, Parliamentary Under-Secretary of State for Energy, announced that the gas and electricity industries had agreed to consider changes in the application of the code and the payment of fuel bills in the light of the report, prepared by the Policy Studies Institute, an independent research body.

He was asking them to report back to him by next February

so that any changes to the code could be implemented by March, when people would receive their main winter fuel bills.

The code of practice is intended to prevent fuel supplies being disconnected in cases of hardship, and particularly when there are young children or elderly people in the household. But there has been growing evidence that poor families and pensioners have been cut off in spite of the code's provisions.

The Institute's report, which is to be published today, was acknowledged by Mr Mellor to be critical, although he said it found in general that the fuel industries operated in accordance with the code of practice.

## Nationality Bill change rejected

HOUSE OF LORDS

If a question arose about diplomatic protection that should be of great importance that it should be clear which persons were British nationals on the international plane and which were not, Lord Elystan-Jones (Lab) said when the report stage of the British Nationality Bill was resumed.

He was welcoming from the Opposition front bench a new clause providing that everyone who under the Bill was a British citizen, a citizen of the British dependent territories or a British overseas citizen should have the status of a British national.

Lord Giddes (C), who moved the new clause, said he did so because the wide question of the status of nationality had not been defined within the Bill. This was an attempt to embrace all three categories of citizenship defined in the Bill. It was a problem of national status for international purposes.

Lord Elystan-Jones said the new clause would simply affirm the undeniable fact that all the various categories of being British in this Bill had at least one thing in common. They all denoted British nationality in some degree or other.

To declare (he went on) that all the people mentioned in the new clause are British nationals would be for our own purposes a clarifying amendment. For international purposes it would be declaratory of one fact which would be of considerable value to those affected in relation to their dealings with the governments, immigration officers and authorities of other countries.

To pass the new clause would be an important affirmation to all those who were to be British under the Bill but were not to get the new British citizenship. It would be an affirmation of continuing

British responsibility and British citizenship. Lord Trevelyan, Under-Secretary of State, Foreign and Commonwealth Affairs, said the new description "citizen of the British dependent territories" was clear and unambiguous. The Government would accept fully to other countries the new citizenship titles and their meaning.

He said the difficulties with the new clause, it was particularly unfortunate that it would cover many people not only subject to British nationality law but also holding other citizenships. The additional words would serve only to generate confusion, blur the distinction between the new categories of citizenship, and, worst of all perhaps, raise expectations among the less well-informed which could not in the event be realized.

Lord Elystan-Jones (Lab), for people of the world over would feel doubt and uncertainty as a result of this legislation, and would feel comforted and more secure if the amendment was carried.

There was not the slightest danger or possibility of the five million people in Hong Kong, or any percentage of them, availing themselves of any gap that might be made in the legislation. But the people of Hong Kong feared something might be done which would have evil and disastrous consequences for them. No one wished to see Hong Kong, or any part of the world, weakened; and this was the purpose of the amendment.

A definition of nationality was necessary for purposes connected with the EEC; and as far as the world was concerned. The case had been made out overwhelmingly for a declaration to the whole world that the citizens contained in the Bill were British nationals.

The amendment was rejected by 102 votes to 102. Government majority, three.

Lady Kirk, for the Opposition, moved an amendment to end what she described as an absurd anomaly in the Bill—that certain British passport holders who had been admitted for permanent settlement in the United Kingdom, and most of whom were living permanently here, were not to have a right of abode in the United Kingdom.

It was bureaucratic nonsense as well as being demonstrably unfair, she said.

Lord Avebury (L), supporting the amendment, said it would ensure that the persons who were affected, who included British protected persons and British persons without citizenship, would have the right which they would have enjoyed if they had been British citizens.

Lord Belstead, Under-Secretary of State, Home Affairs, said that granting the right of abode to people who were not British citizens and had not held the right to enter the United Kingdom was to continue and exacerbate the confusion which existed between citizenship and the right of abode. The amendment would confer the right on newly-arrived people who could not be said to have had time to form any close links with this country.

The Government had tried to go a considerable distance to meet the spirit behind the amendment. It had provided under a clause concerned with acquisition by registration an avenue of citizenship which was fair. There was a lot to be said for registration. It provided certainty and a formal status, which people would welcome.

The amendment was rejected by 114 votes to 77. Government majority, 37.

An attempt by Lord Pitt of Hampstead (Lab) to provide a "safety net" for British overseas citizens who did not have a right of abode anywhere else, was rejected by 114 votes to 84—Government majority, 30.

He said that the vast majority of people who had been granted British overseas citizenship had some right of abode somewhere. But there would be some who will not have a right of abode anywhere. The Government has a moral duty to take people.

Lord Belstead said the amendment would mean an immediate right of entry into this country of about 210,000 people who were at present subject to immigration control. They were not known to be in immediate jeopardy.

The Government was still committed to the special voucher scheme for some of these people—perhaps 70,000 in East Africa who had come from there to India. Even the admittance of India

## PARLIAMENT October 13 1981

Kingdom passport holders under the voucher scheme was at a controlled rate.

## Tory peers give solid support to Government

Members of the Conservative Party in the Lords who supported the Government were "solid in their support" for the Government, Minister of State at the Treasury, Lord Hailsham, said in the House during questions in the House about the economic situation.

He added that members of the Commons needed to answer for their own views in the Commons. Lord Underhill (Lab) said that a leading article in *The Times* today expressed concern about a number of economic and financial aspects, and he asked if the minister had any comments to make on this.

Lord Cockfield: I always read articles which appear in *The Times* with great interest but not always with agreement.

He suggested that Labour peers ought to be prepared to welcome the signs of progress in the economy which were being shown. Figures released today showed that in the three months to August the manufacturing output increased by nearly 2 per cent over the previous three months.

He had looked at three major areas: disclosure of information; transfer pricing; and merger control. There had been no initiative by the Commission on the first, but not enough.

Although transfer pricing had been investigated by the Commission it was taking no initiative at present. He hoped that the Council of Ministers would activate the draft directive on merger control which was at present before it.

Mr Peter Razzley (Bedfordshire, Ed) said that multinationals could not operate world-wide without decentralised organization. There were guidelines and codes of practice already established by OECD and the International Labour Office. They must be continuously up-dated.

Lord Orr-Ewing asked whether and Chief Constable of Cornwall

and Devon who had said he did not want this protection had now changed his mind.

Lord Belstead: The Devon and Cornwall forces have a supply of helmets and shields. When Lord Welsh-Pestell (Lab) inquired whether the equipment supplied to the police included arm and leg gas, the minister replied: The answer is "Yes". It includes CS gas and certain supplies of baton rounds.

## Controls over multinationals sought

EEC PARLIAMENT

A report presented to the European Parliament in Strasbourg by Mr Richard Caborn (Sheffield, Soc) called for legislation, guidelines, codes, multinational agreements, and more cooperation and exchange between states to "harness the positive effects of multinational enterprises" and "minimise their possible negative effects".

Moving his detailed motion on behalf of the economic and monetary affairs committee, Mr Caborn said that the starting point should be a framework of law within which the multinationals should operate.

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Wales, Soc) said that what was at issue was immoral and illegal transfer pricing operated by multinational-international theft of money from national governments.

The aim of transfer pricing was to avoid paying legitimately levied taxes in member states. Market research and other activities in the field of their trade. It was not less equitable to ask multinationals to pay taxes to countries where they operated.

Mr Christopher Jackson (East Kent Ed) moved an amendment to replace the motion with one recognising the benefits conferred by multinationals but calling on the Commission strictly to enforce competition rules to prevent abuse.

It also supported establishment of a code on multinationals and said that the OECD guidelines were an important step towards establishing ground rules.

Herr Karl-Helmut Narjes, for the Commission, said that multinationals played a decisive role in economic welfare. He supported the Caborn report as a contribution by Parliament to dealing with the problem in an objective manner.

Community policies should not be a crusade against the multinationals but should contribute to creating a balanced framework for their activities in an economic climate in which industrial and social change was mastered. Multinationals should not be discriminated against because of their multinationality.

Mr Jackson's amendment was rejected by 105 votes to 70 and the motion was carried by 211 votes to 94 with seven abstentions.

## Stock exchange talks proposed

The European Commission will be consulting the wide range of interests, including public authorities, investors and banks about the creation of new links between stock exchanges in the community. Mr Christopher Tugendhat, Vice-President of the Commission with budget responsibility, said in reply to a motion stressing the need to create a genuine European stock market by increasing interpretation of national markets.





# What is Whitehall up to behind your back?

There's some very worrying legislation about to creep in and out of Parliament.

The idea is to take away your Local Authority's power to levy rates.

If you hate rates (and who doesn't), you could be fooled into believing it's good news. That's what Whitehall is relying on.

But think. Without money your council is without power.

It can't make decisions. It can't go against Whitehall.

Even if you want it to on certain issues. That's the value of your local council.

It can check excessive control of local affairs by any Government.

Remember, after a general election the Government doesn't have to be nice for five years.

When you come to us with your problems our hands will be tied.

You'll come up against this innocent looking law. And like all laws, just try arguing with it.

It won't matter if your local councillor knows the roads are bad (he lives there too).

It won't matter if the local school is closing down (he'll probably have children there).

It won't matter if the old people's home is overcrowded.

There will be no point appealing to us.

No point in attending council meetings.

As things are, our doors are open.

Whitehall's will stay closed.

The Government want you to believe they're only going to control your rates.

But make no mistake.

They're going behind your back. Soon you won't have any hand in your own affairs.

Don't be whitewashed by Whitehall, keep it local.

**KEEP IT  
local**



## Conservative Party Conference 1/ Opening day at Blackpool brings challenge to Government team



The Conservative Party's political heavyweights on the opening day of the party's conference. From left, Mrs Thatcher, Michael Heseltine, James Prior, Sir George Young, Lord Gowrie and William Whitelaw. (Pictures: Bill Warhurst)

## Law and order

## Demands to bring back hanging a blow to Whitelaw's policies

Reports from Alan Wood, Bernard Withers, Geoffrey Browning, Sara Bonner and Tony Hodges.

The Conservative Party Conference on its opening day in Blackpool yesterday rejected a motion on law and order amid enthusiastic calls for the introduction of capital and corporal punishment.

Loud applause greeted the demand from Mr Brian Silvester, of Crewe, for capital and corporal punishment and a three-line whip in the Commons when it was debated there in the next parliament.

Mr William Whitelaw, the Home Secretary, said he understood the strong feeling and the message must be clear to MPs. When the matter was debated in Parliament the motion to restore it was heavily defeated.

What he found surprising was that it should be suggested that in some ways MPs should be coerced. If the Conservative Party was to go down this road it would be rather extreme at the same time to say how wicked it was that the left wing of the Labour Party should be doing exactly the same thing.

Mr Silvester said that 84 out of 182 resolutions on law and order called for such a return to capital punishment or a referendum on the subject. By picking a vague motion the conference organisers were trying to dodge the real issues. "We should not let them say that. There is no doubt the electorate want these harsher penalties. The result of a referendum on this issue is a foregone conclusion."

Mr Silvester said that in July, 1979, the new House of Commons had a free vote on capital punishment and it was to no end. If all Conservative MPs had voted for it, the country would have capital punishment now. But some Tory MPs put their consciences before their electors and before the wishes of the party.

He would not cast lightly aside the consciences of MPs who voted against capital punishment, but what was more important—the maintenance of law and order or the consciences of some Tory MPs?

"If we as ordinary party members are ever going to get our wishes implemented," he

said, "we must go further than just speaking at conference and then being ignored. We must insist our views are acted upon."

"In our manifesto for the next election we should again state that we would have an early vote on capital and corporal punishment but that this time we would have a three line whip on the vote."

"If some Conservative MPs cannot go along with this they had better not stand as Conservatives at the next election."

The issue of capital and corporal punishment is important to people and the Conservative Party can deliver it.

He was loudly applauded all the way back to his seat. The motion, rejected by the conference, stated that while appreciating the steps already taken to assist the police with the enforcement of law and order, it deplored the outbreaks of aggravated violence against society and called on the Government to provide the police and the courts with powers to enable them to maintain the order and moral standards which the citizens of this country were entitled to expect.

Moving it, Mr Anthony Bell, Teesside, Thornaby, called for more discipline, whether self-imposed or enforced, in the home, at schools, at work and on the streets. There must be increased efficiency by the police in solving crime.

They must protect the victims of crime from sensationalism and cheque book journalism. They must lower standards in "four academies of crime" by reducing the overcrowding in prisons. They must have stiff, more purposeful penalties for crimes of violence.

Mrs Joyce Bowley, Sutton and Chess, chairman of the Greater London Area Women's Advisory Committee, called for more support and understanding for the police force which was the best in the world. Not enough had been done to support them.

Mr Mike Truman, Brentford, who attacked racism in the police and in the Conservative Party, was booed by a large

number of representatives. In a rebuff to the booing he shouted: "If you want to support racist policies join a party that supports them, because you are not Conservatives."

He said that unemployed young blacks felt they were unwanted and reacted by fighting the most obvious symbol, the police. The police could not hope to escape suspicion until the complaints procedure was truly independent. A substantial number of police recruits had racist views which were not always eradicated by training.

Mr Truman said: "I do not think any Conservative who supports the National Front policy of repatriation can remain a member of this party which supports a policy for all citizens, whatever their colour, under the rule of law."

Mr Shakti Hussain, Manchester, said he did not know how they could expect the police to do a dangerous and difficult job without the proper tools and equipment and legislative powers. For loonies and leeches only interested in anarchy and dictatorship he would suggest a one way ticket to Russia.

Mrs Edwina Currie, Birmingham, a member of the parole board of Winston Green Prison, strongly criticised the Bail Act. Holding up a pair of handcuffs, she said they should allow the police to put these on criminals and leave them on.

The police caught men and women, took them to court and they were given bail and told to go home. It was good. It might be a year before they came to trial and she had seen from prison records what happened when people were on bail.

Conditions in prison were a scandal and prison officers were most unpleasant and dangerous job.

Mr John Chatfield, South East Area, said it was essential to retain the constitutional balance between central and local government and chief constables in the provision and direction of the police forces. There was no need for a national police force which would be the way to the police state and ultimately to the political control of the police.

Mr Whitelaw replying to the debate, said he did not resent criticisms and the arguments advanced as he had to find the right balance in the interests of all of the people.

The grave events of the summer demonstrated the nation was right to stress the duty of Conservatives to give wholehearted support, not only to the forces which upheld the law, but to well-kept moral standards and the firm foundation of respect for the rule of law.

It was obvious to people outside that the Conservative Party gave unequivocal support to the rule of law and maintenance of order so crucial to the maintenance of their free society.

Improving police pay had played a major part in the marked improvement in the quality and number of applicants to join. Since the election the English and Welsh police forces had grown by 7,000 officers. Almost all forces were up to strength.

Much had been said about the causes of the violent disorders of the summer, but it would be wise to wait for the final report of Lord Scarman on the riots and causes.

There could be no excuse for law breaking of this type and people who tried to make such excuses were engaged in the undermining of our society.

In the face of such disorders, it was his duty to provide for the protection of property and people. The immediate burden fell on chief constables, but the Government had to ensure they had the right equipment for the job. The police had proper protective clothing which enabled them to adopt more positive tactics to break up violent groups. In the last resort they could use water cannons, baton rounds and CS gas. It would be a tragic moment for this country if they had to bring soldiers on to the streets.

There might be occasions when the police could be criticised, but nothing could justify generalized sneers from a small, but vociferous section of society.

It was remarkable how the determination of their attacks

## Education

## Cuts that threaten not fat, but bone

A warning that cuts in education had not just cut through the fat but threatened the bone, was made by Sir William van Straubenzee, a former under secretary for education and science in Mr Edward Heath's government. During the education debate, Sir William, who is also a former Conservative spokesman on education, counselled Sir Keith Joseph, the new Secretary of State for Education and Science, not to push too far.

To cheer he said: "Many of us in politics are not servants to theory. That is a profoundly unconservative thing to be. We are in politics because we serve a compassionate party caring for the widest group of people and deeply caring for our young."

Sir William, MP for Wokingham, said Sir Keith had been responsibly entrusted to him and he should take the pulse of the party as he made his decisions.

Sir Keith, replying to the debate, said the importance of the party attached to good education for all the country's children was not at issue.

There was widespread concern about standards in many parts of the comprehensive system. This concern was not only about academic standards but also, in some parts of the country, about behaviour, discipline and work habits. Since more than 85 per cent of secondary pupils were now in comprehensive schools, they must take account of this anxiety. It was true resources for education in real terms were being curtailed although expenditure had still been rising.

The fall in real resources for education was substantially less than the fall in the number of pupils going through the schools.

The long-term problems of Northern Ireland could not be solved by the security forces alone. The two communities must seek some political compromise. No Union could be imposed by London or Dublin, either separately or together. There was no evidence that an independent Ulster was viable or supported.

An assembly would speak for all the Ulster people and be a focus for allegiances and create the right political environment for change. It meant enabling the moderate and legitimate leadership of the minority community to reestablish and reassert itself.

They must reassure the majority that their British citizenship was not in question nor would it be for so long as it wished. The Unionists must also be told that British patience was not inexhaustible.

It was disgraceful that the IRA could cross the border to kill and bomb and then return to sanctuary in the south. While the new Prime Minister, Dr Garret FitzGerald, had indicated a willingness to change the Irish constitution, he should strive by extraditing the terrorists.

Mrs Hazel Bradford, an Ulster Unionist councillor, said the British way of life was under threat not only in Ulster but throughout the United Kingdom with IRA campaigns.

They must support the Prime Minister totally in her stand against moral blackmail. There were three essentials for the return of peace and normality. There must be continued and qualified support by the Government for the principle that

the state should not be the only provider of schools. The right of parents to pay even with sacrifices, for their children's education on the one hand, and the existence of independent schools on the other, were twin parts of a free society. (Applause). It was vital to remember that the state should not centralize all power.

"I have been intellectually attracted to the idea of seeing whether eventually vouchers might be a way of increasing parental choice even further. I know that there are great difficulties in making a voucher deliver in a way that would commend itself to us more choice than the 1980 Act will deliver. It is now up to the advocates of such a possibility to study the difficulties, and see whether they can develop proposals which would cope with them."

A further year at school for those who wished to sit a 17-plus examination geared to a free vocational curriculum had been suggested, he said, and it was hoped before long to publish the government's views on such steps.

Building on that initiative, he said, the government were now considering a similar shift in the curriculum in the 14-16 year age group. Not only would such children benefit from a more vocational emphasis in the curriculum, he said, but it might also take out some of the boredom that flowed from an unsatisfactory curriculum among the non-academic and so reduce instances of truancy and disruption.

The amendment was carried. The debates tomorrow will be on motions on free enterprise and industry, food and farming, rating reform, economic policy and taxation, defence and race relations.

## Ulster

## Better economic links with Eire is Prior's priority

Northern Ireland would remain British.

As a matter of urgency, the Dublin Government must give up its territorial claim to part of the United Kingdom.

Dublin must extradite terrorists instead of refusing on the grounds the crimes were political.

Mr Michael Baker, a local government officer from Lewis, said any new form of local government in Northern Ireland was doomed to failure. It had been tried before and there was no prospect of the Protestant majority allowing the Catholic minority a share in running things.

A long-term solution would probably involve the whole of Ireland, Britain, Europe, and some politicians sticking their necks out and biting the bullet.

Mr David Hudson, Norfolk North, said terrorist organizations operating sometimes in cell structures were notoriously difficult to defeat, but the security forces had done this magnificently. They looked to Dublin now for a policy to pursue and prosecute terrorists within the borders of the republic.

Sir John Biggs-Davison, MP for Epping Forest, said the trouble with any proposal for a five year moratorium on the Northern Ireland from the rest of the United Kingdom was that it revived the flagging terrorists' hopes that the British could be bombed or bored out of Ireland.

Mr Stephen Day, Ripon, said the Government was to be congratulated on refusing to grant political status to the hunger strikers, but unfortunately last week's announcement of concessions had undermined their strength and granted the terrorist prisoners much of what they wanted. Mr Prior's honour and good will was wanted on such men.

Mr Edgar Graham, of the Ulster Unionist Council, said up to the end of September, the level of violence this year was 23 per cent up on last year's figure. In this horrifying situation, the people of Ulster had taken great heart at the firmness and resolution which the Prime Minister showed in the face of the hunger strike.

It is a real tonic to have a Prime Minister who is at last prepared to stand up to the IRA, he said. "The current IRA campaign has thrived on one concession after another from British governments. We hope that there will be no more concessions to the IRA."

Mr Prior said the conference last debated Northern Ireland five years ago. These had been five long and bitter years for many families and communities and throughout Britain who had suffered as a result of violence.

"We have suffered a grievous loss ourselves through the assassination of Airey Neave," he said. "We have had a grim and horrendous reminder of violence in that dastardly attack last Saturday. The whole province has suffered deaths across the community and young soldiers have died."

Throughout the United Kingdom, throughout the wider world where the Government's case had been so misrepresented and misunderstood, people were watching the conference and listening to how the Government was going to tackle the basic problems involved.

No concessions had been made to the IRA. There would be certainly no perpetuation of

anything which looked like concession to those who committed violence, Mr Prior said.

The end of the hunger strike allowed the search for peace and stability. It marked yet one more chapter written in the blood of wasted lives in prison. There were no deaths, there was to be no political status, he said.

Peace and stability must be a pre-requisite for progress in any nation. In Northern Ireland above all, political advance and economic recovery must go hand in hand. Poverty, lack of work, a sense of despair born out of setbacks and tiredness, all combine to increase the bitterness to feed the prejudices.

The brutal fact is that our investment prospects will remain poor until we have demonstrated that violence and unrest are steadily diminishing and that accommodation between the two communities is on the increase. The relation of both to the republic is also important here," he said.

"There could be great benefit from more cross border economic cooperation. This should be pursued openly and frankly with the full involvement of the community in the north. It is for these purposes that visits between north and south at ministerial level, and at other levels, should be regularly and openly undertaken."

There were many differing, forceful and articulate views about what was best for the province and Mr Prior saw it as his job at the present stage, to listen. He had tried to make two straightforward points. First, that unless there was less political formation and more practical co-operation, the economy would continue to slide as the image of Northern Ireland gave no confidence. Second, and equally important, that the interest of Great Britain had to be attended to as well.

"The British people will always stand against terrorism and violence. They will stand by the desire of the majority in Northern Ireland to retain their United Kingdom connection, to seek to get on with each other, to get on with their close neighbours in the republic and to get on with the job of healing and reconstruction."

"It would be, I believe, a serious misjudgment of the mood of the British people to assume that sympathy for the victims of terrorism extends to an acceptance of endless bickering and squabbling about day to day matters by both communities. I believe that with most, if not all, that strikes a chord. We should have to try to recreate political responsibility," he said.

There was bound to be frustration when no Northern Ireland politicians could run anything more important than a swimming pool or the refuse collection. It was the case at the moment. There were risks in doing anything, but just as emphatically there were risks in doing nothing.

"I do not believe at the moment it would be right to push ahead with the proposed Northern Ireland council, but I do believe that we have to find a new momentum and to sustain it. The ending of the hunger strike, the plight of the economy, the situation in Ireland, dictate that we have to act."

## The party chairman

## Getting the message across

The time when the Government's policies would begin to bear fruit was nearer than many people imagined Mr Cecil Parkinson told the conference in his first speech to it as party chairman.

There were cries of "Yes" when he put the question: "Will you have the nerve to see the policies through?" and conference gave Mr Parkinson, MP for Hertfordshire, South, a standing ovation at the end of a speech in which he accepted criticism that the government had done enough to explain its case and to present its policies and achievements.

It would be his top priority, and that of ministers, to find the answer to that criticism, he said.

Mr Parkinson, criticising the Social Democratic Party, said that the party was dangerous because it was a vital component in a Labour victory.

Mr Parkinson said that the Conservative party would win the election for two reasons—because, on the basis of its record, it would deserve to do so, and because its opponents would be seen increasingly to be unworthy, or perhaps more accurately, unconvincingly.

He said that the Labour party would be the main opposition. At the end of its conference the Labour party had been committed to a series of measures which could turn the United Kingdom into exactly the sort of society which Poland was trying to cease to be. The flow of credit would be decided by Government, as would be the direction of investment. The investment of savings would be controlled by Government and the one choice in pensions, education and

health would be Hobson's choice.

Wielding that enormous power would be a party dominated by Benn, and the true measure of how far the Labour party had moved to the left was the fact that Michael Foot, Neil Kinnock and Eric Heffer should appear as moderates.

He said that the marriage between the Liberals and the SDP looked increasingly like a marriage between a mouse and a boa-constrictor, and he would remind the Liberals that there was no known case of the mouse eating the boa-constrictor.

"I do not underestimate the liberals, but many of them are scared of the SDP and they have every reason to be. They both fish in the same muddy waters and there is not room there for both of them."

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## Conservative Party Conference 2/Prophetic warning about the Tories' future from Norman St John Stevas

# 'Let us free ourselves from the carcasses of dead policies and the ignorant pride of a fatal consistency'

The following are extracts from a speech given by Mr Norman St John Stevas, MP for Chelmsford, at a meeting in Blackpool yesterday.

This year, as the political skies around us darken and the dangers deepen I once again raise my voice in prophetic warning about the courses we must follow if we are to avoid what I increasingly fear could be an electoral catastrophe. . . . The first point is that British politics is the centre ground that is vital. Those who occupy it win elections, those who vacate it or appear to do so lose them. It is because our party has never for long lost sight of this efficient truth that we have remained for so long a party of government's a party unique in European, or for that matter in American, experience which dares to glory in the same Conservative and which has nevertheless won the majority of elections which have taken place over the last 100 years. The centre ground is not a desert in the European countries. It is no accident that the fiercest proponents of monetarist theories have been academics from universities either on the Continent or from the United States.

And what is all this verbal sparring about "consensus" and "conviction" politicians? Are not those who believe in liberalism, moderation and compassion in politics as convinced of their value as those who believe in the abatement of inflation, as the one to be pursued regardless of all other values and considerations, is not only to turn politics into a gamble on ground which since the war has been marked not by success but failure, but even worse it is to subscribe to a false and distorted view of human nature. . . . Who would have thought that we could live to see the day when economic materialism could deck itself out in Tory colours and claim to be not only the authentic voice of Conservatism but its only legitimate manifestation, yet this is precisely the time of what has been arrogantly styled "The New Conservatism". Nothing, wrote Walter Bagehot, is so unpleasant "as a virtuous person with a mean mind". How applicable that sentiment is to the economic monetarism of our own time. . . .

The third truth which no Tory should ever lose sight of is that politics is about people of flesh, not about bloodless and impossible abstractions but about men and women who are at one and the same time virtuous, flawed, imperfect, aspiring and struggling. Of course the talented must be encouraged to develop their talents but the talents themselves, like beauty or inherited wealth, are given not earned. . . . This is the country where the natural virtues still flourish even if the supernatural ones appear temporarily to have withered away. Britain is the country of compassion and concern where no charitable appeal goes unheard, where care of neighbour, relief of suffering, help to others, are the warp and woof of our daily lives. There is in our country an extended moral constituency made up of citizens who look to public life not for what they can get out of it but for what they can contribute, who will that the quality of life be improved, who care about the health, employment and wellbeing of their fellow-citizens who want to see our hospitals and schools improved and who are proud of our arts flourish. . . .

There is one particular sign of the times which we ignore at our peril and that is the growing gap between the Churches and the Conservative Party. It used to be said satirically that the Church of England was the Tory Party at prayer: how badly that joke would misfire today. What have the aridities of monetarism to say to the moral conscience of this nation and its great contemporary interpreters Archbishop Runcie, or Cardinal Hume or the never to be forgotten Barbara Ward? I used the word advisedly that we could face an electoral catastrophe: let me spell out what I mean. The British people will not vote for an extremist party whatever its political hue. This means that the present Labour Party will find it virtually impossible to win the next general election. The old constitutional and moderate Labour Party is deadlier than the

dodo. Whatever the cosmetic cover up at Brighton last month the fratricidal war amongst the band of brothers will continue. . . . At the very moment when the Labour Party is in fact turning itself into an extremist organization we have contrived to make ourselves appear to be marching to a similar dead end. The only conceivable beneficiaries of this grotesque situation must be the alliance of Liberals and Social Democrats which is heading for the centre ground and offering a soft option to those disinclined to make hard choices. . . . The next 12 months are the crucial ones in which we can pull our party round and through. There is no question of changing our leader: Margaret Thatcher and her confidence of the confidence of the parliamentary party but her courage and resolution still command admiration even amongst those who reject her policies or who have reservations about them. It is not a question either of executing a humiliating U-turn, that ignis fatuus, whose baleful glare seems to deprive some people of all sense of proportion, reality and flexibility. What is needed is a modification of policies to take account of changed circumstances since we came to office, namely the deepening world recession, the unprecedentedly high American interest rates, and above all the dreadful surge of unemployment. . . .

I now put forward my suggestions as a six-point charter for the future. Let me speak in terms of disloyalty or faction: there is such a thing as loyal dissent and what we must have in the party is a period of open debate, not in code but in language which everyone can understand. . . .

First, we need a change of tone—we must show by our words as well as our deeds the generosity, compassion and concern which we do in fact feel: the idealism of our party must be on display. The Government must be flexible and show itself to be willing and able to modify policies according to changing circumstances and need. As the great Lord Salisbury maintained: "The commonest error in politics is sticking to the carcasses of dead policies." Let us free ourselves also of what Macaulay signified as "the ignorant pride of a fatal consistency". . . . Second, we must make a comprehensive and national approach to the problems which confront us. Margaret must draw the different bodies of opinion within the party closer together not drive them further apart. The foolish advice given to her by sections of the press, including I regret to say the once sagacious Economist, to try and construct a cabinet of only one point of view has already proved damagingly counterproductive. The Tory Party is a Church not a sect and a Broad Church at that, not a community of saints following a Messianic vision. In the country we must draw upon our tradition as the party of the nation and make it our first aim of policy to bridge the gulf between north and south. We must seek to associate our policies, as President Reagan has done so successfully in the United States, with the patriotic feelings of the nation as a whole. The monarchy in our constitution is the great unifying force but that reconciling and healing spirit should be drawn on more directly in our political life. . . . Third, we must recognize unemployment for what it is—a moral and social evil of the first order. Its reduction must now become our primary purpose: if we say we can do nothing about it we will soon be pushed aside by those who will. Let us have some sense of outrage at this conference about the truly horrific unemployment figures which deny man a fundamental dignity, the right to work, and less of what is becoming callous chatter about a leaner, fitter British industry. . . . Fourth, we must address ourselves effectively to the issues of nuclear war and of world hunger. Where nuclear weapons are concerned we must recognize that public anxiety about self-destruction is now world wide: it is very much more than the hapless Michael Foot reliving the triumphs of his youth. It is as though there is welling up in the human consciousness a rebelling of some cataclysm to come. The moral imperative is not unilateral disarmament but the urgent seeking of multilateral agreements both for the scaling down of these frightful weapons and their non-proliferation. . . . Fifth, we must show the country that we have something to say and something to offer on social as well as on economic issues. Here our theme should be the preservation and strengthening of the family. The maintenance, development and extension of child benefit provides the key to the future, and we must include without the parameters of our concern the one-parent family, one of the fastest growing and most needy social groupings of our time. . . . Sixth, let us look to our institutions which it was Disraeli's counsel that we should preserve. We have already reformed the Commons by setting up a committee system which has done much to redress the balance between Westminster and Whitehall. Let us follow this up by entrenching and reforming the Upper

House, now under a deadly challenge from the left, and which this conference, rightly made plain last year it wanted maintained, and transformed. Let us reassert our historic support for the independence and autonomy of local government. It would be strange indeed if the Conservative Party were to espouse the socialist view that our country and borough councillors are mere agents of central government: it would never be forgiven if we destroyed their independence because we lacked the ingenuity and efficiency to abolish the unjust rating system and provide local government with a viable and autonomous means of financial support. . . . Finally let me say this. No democratic government can survive without the trust, confidence, and support of the people. We will not succeed in our task unless we offer the nation vision and ideals for the future and we will not do that unless we communicate the sacrifices that have been made have been made to some purpose. . . .

Mr James Prior denied yesterday that he was a secret supporter of Mr Edward Heath. Interviewed on ITN he said: "That's nonsense. Mr Heath has always been a great friend of mine. I have a very warm spot for him. But Mrs Thatcher is the present Prime Minister and leader of our party, and I am loyal to her." The North-



Mr Heath . . . paramount among the 'wets'.

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## Minister pledges return to status quo under Rent Act tenancies

The Government is to lay an order before Parliament next week designed to encourage short-hold lettings in the private rented sector of housing. Under the order, the compulsory requirement to register a fair rent before the start of a short-hold letting will, apart from the Greater London area, be lifted throughout England and Wales.

Mr John Stanley, Minister of Housing and Construction, announcing the move which he replied to the debate on homes, said that the Government considered the case for short-hold lettings was as strong as ever. Under the system, landlords get the certainty of repossession at the end of an agreed period which can be from a year to five years.

Mr Stanley, bitterly criticising the Labour Party who he said was deliberately seeking to wreck the system, made clear that the lifting of the compulsory requirement to register a fair rent before the start of a short-hold letting would not affect the rent of any existing tenant, nor would it affect the normal right of any tenant or landlord under the Rent Act to apply for a fair rent to be registered after a tenancy began.

He explained that the change would enable a short-hold tenancy to commence on the basis of a rent freely agreed between landlord and tenant without any involvement by the rent officer. He was sure the

change would be widely welcomed. Mr Stanley said afterwards that it was impossible to judge what impact the change that he had announced would have but the change was based on the experience of short-hold since last December.

It amounted to restoring the status quo under Rent Act tenancies. Under other terms of tenancies there was not a requirement to register and it was possible for landlord and tenant to agree a rent with the right of either party to go to the rent officer.

"We think it will be a material encouragement to owners of houses and flats to make them available," he said. On this point he was replying to contentions during the debate that the country was not making best use of its housing stock.

Mr John Jewson, Woking, moved and the conference carried a motion which welcomed the continuing policy of encouraging home ownership by every possible means, but reminded the minister that there were certain specialist groups for whom rented accommodation would always be the most appropriate.

Councillor Patrick McLoughlin, Cannock, said that every member of the party had a duty to stamp socialist authorities who were refusing to sell council houses. They should all go over to the attack.

Mr Stanley, who is MP for Towerbridge and Malling, said

that in terms of legal rights the Government had done more for those who rented in the public sector than any other government in the post-war period.

In the private sector, they had ended the scandal of controlled tenancies under which houses were having to be let at less than £1 a week. They had introduced assured tenancies under which houses newly built for renting could now be let at market rents and free from rent control. They had improved the rate of return for fair rents.

Turning to home ownership, Mr Stanley said that under the present Government the number of council houses where sale had already been completed was 160,000 and since the start of the right to buy a year ago, the number of tenants who had applied to buy was 400,000.

Ministers were under no illusions whatever about the way in which certain Labour councils had sought to obstruct the right to buy. In some authorities tenants had faced a range of devices to put them off from buying their homes. They had had to contend with a barrage of propaganda to why they should not buy.

However, the overwhelming majority of tenants had pressed on. Countryside arrangements for intervention had been made and were in place. There need be no doubt whatever about the ability or readiness of the Government to intervene.

Government action had not results in other authorities

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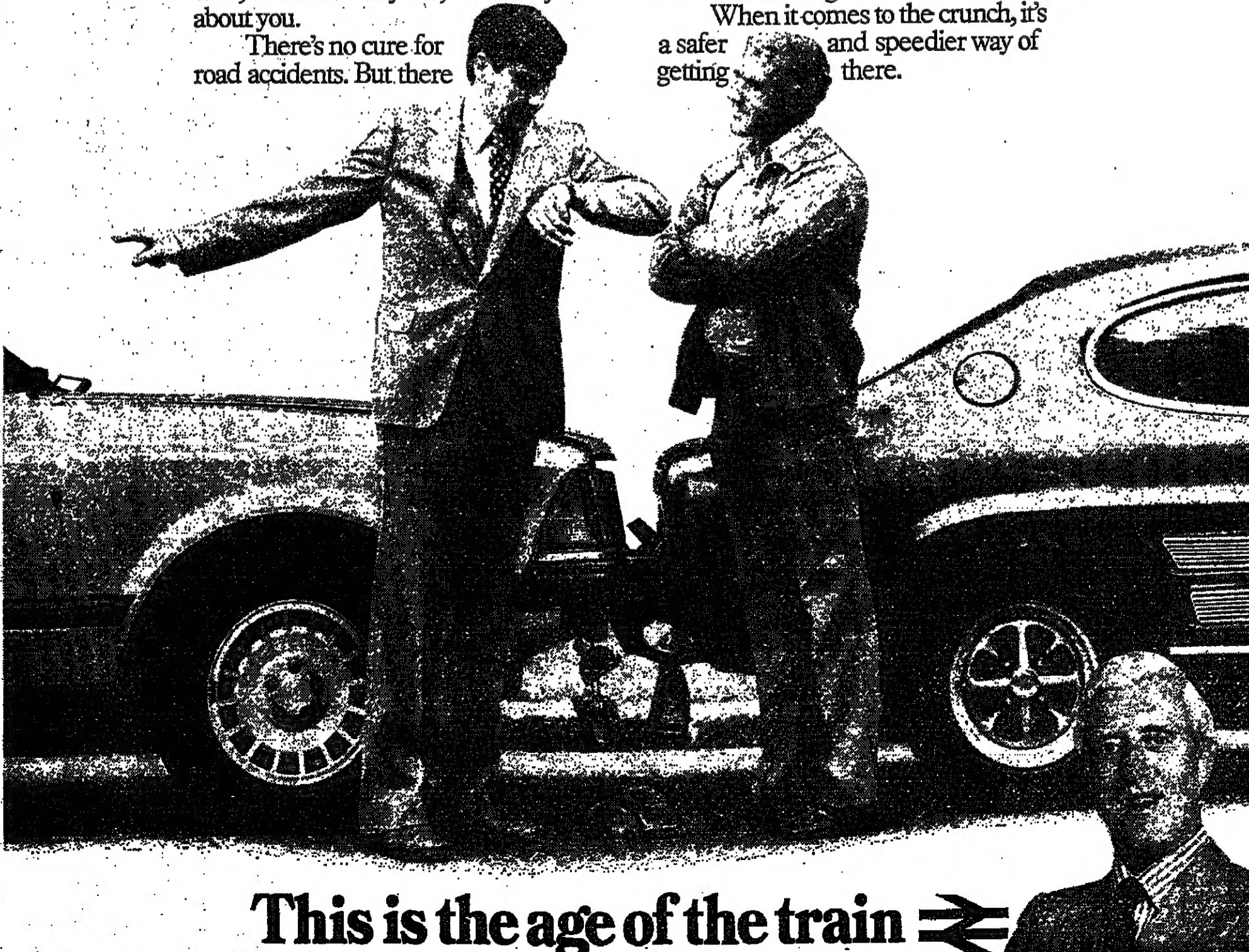
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## The Middle East after Sadat

## Americans may send advisers to help Sudan

From Nicholas Hirst, Washington, Oct 13

As part of its plans to shore up the security of the Middle East against a growing Libyan threat after the assassination of President Sadat, the United States is considering sending advisers as well as speeding up arms deliveries to Sudan.

In an interview in the Beirut paper *Al Nahar* today President Nimeiry of Sudan said he may launch a pre-emptive strike against Libya. There have already been border clashes with troops in Chad, where there is a Libyan force.

State Department officials were anxious today to play down the commitment to Sudan. President Nimeiry is quoted in the *Washington Post* as saying that Mr Alexander Haig, the Secretary of State, had said it would defend his government against a Libyan attack.

Advisers could be sent with accelerated arms deliveries, a State Department spokesman said. Officials said there had been no change in the Sudan commitment and President Reagan said that while accelerated arms deliveries to Sudan and Egypt were called for, there was no question of any Americans being involved in fighting.

In a television interview Mr Haig and Mr Casper Weinberger, the Defence Secretary, reaffirmed the determination of the United States to stand by its allies in North Africa and the Middle East. Mr Haig said

some accounts of American intentions had been somewhat over-drawn and Mr Weinberger asked if aid could involve a role for United States troops, replied: "None that I know of." Mr Haig, however, expressed concern about a "step up in the character of Libyan trouble-making."

The United States plans military exercises in the Middle East next month. The *Washington Post* said today that they would involve Marine landings in Oman and Somalia and a practice raid with live bombs, in which 852 bombers of the Strategic Air Command would fly from North Dakota to Egypt and back.

Slingshot out Sudan, he appealed to "countries which may have designs" on Chad not to give shelter to opponents of his Government. He rejected reports that Libya planned to use its military force in Chad to invade Sudan.

President Reagan, reacting to the initiative by former President Carter and Ford on the Middle East peace process, has rejected talks with the Palestine Liberation Organization (PLO) until it recognizes Israel's right to exist.

Their initiative was welcomed by Mr Yasser Arafat, the PLO leader. During a visit to Japan, he said it was very good that such a suggestion had been made.

## Nimeiry warns Libya

Continued from page 1

Tomorrow Mr Nimeiry will address the Egyptian People's Assembly in an effort to reinforce close ties between Sudan and Egypt in the wake of Sadat's assassination. "I will ask the people to stand behind Hosni Mubarak," he explained.

Mr Nimeiry claimed that Sudanese intelligence had recently uncovered evidence that Libya had set up 26 training camps inside the country to train guerrillas of different nationalities to wage terrorist campaigns abroad. He said that one of these was being used to train members of the IRA.

The President likened the situation inside Libya to that of South Yemen, with East Germany and other Eastern bloc countries providing a formidable internal security network. Among the countries whose nationals were being trained by Libya for subversion were Egypt, Sudan, Saudi Arabia and Tunisia.

"I am trying to carry the war inside Libya, it is a kind of active defence," he added. "If I find the camps, I am going to use some of the thousands of Sudanese workers inside Libya against them."

Mr Nimeiry—who at the age of 51 has survived more than half a dozen attempted plots—claimed that 7,000 Sudanese workers had been imprisoned in Libya because of their refusal to be recruited to the War of subversion against Sudan. Many of these were soon to be airlifted back to Sudan, and the first aircraft load had recently arrived in Khartoum via Italy.

The President spoke enthusiastically about the results of his talks in Cairo last Sunday with Mr Alexander Haig, the United States Secretary of State. He said he had been assured that \$130m (£72m) of promised military aid would now be provided in the next few months.

The package would include four F5 Interceptor jet aircraft to be used against Libya in western Sudan. In recent days Libyan aircraft had strafed two villages in the area and more attacks were now expected.



Luggage litters the tarmac around a Malta Airways jet at Cairo airport after the explosion of two bombs which had been carried from Tripoli in the aircraft's hold.

## Cairo blasts in Libya aircraft

From Christopher Walker, Cairo, Oct 13

Two bombs which had arrived on an aircraft from Libya exploded at the airport here today shortly after voting opened to confirm Mr Hosni Mubarak, the Vice-President, as successor to Sadat. An airport worker and three policemen were injured.

The bombs exploded within 15 minutes of each other and had apparently been planted on the Air Malta aircraft, which had arrived from Tripoli. Ninety passengers had disembarked before the explosions.

Earlier Egyptian security forces were involved in a gun-battle near the Pyramids after tracking down two of the five most wanted Muslim fundamentalists in the country. The men are accused of organizing the uprising in Asyut in which more than 40 members of the security forces were killed.

The two Muslims captured today were part of a five-man team whose pictures have been printed in all the semi-official newspapers. Film taken by Egyptian television showed that the men were arrested after being surprised at a block of flats on the outskirts of Cairo.

The building was riddled with bullet-holes and the authorities reported that there had been a heavy exchange of fire before the arrests.

Egyptian television later broadcast fresh descriptions of the men still wanted and showed pictures of the block of flats surrounded by helmeted troops.

Before the latest outbreaks of violence, Mr Nabawi Ismail, the interior Minister, disclosed that the Muslim extremists responsible for the uprising in Asyut had intended to launch attacks throughout the country. The security forces have now been given orders to shoot on sight anyone involved in provoking civil disorder.

## Europe takes up Saudi peace plan

By David Spanier

Lord Carrington, the Foreign Secretary, will visit Saudi Arabia early next month to discuss the peace plan put forward recently by Crown Prince Fahd.

This was the main decision by European foreign ministers at their meeting in London yesterday, when they decided to renew their Middle East peace-making efforts.

The ministers, in an important step forward, also agreed a series of measures to improve

their cooperation in foreign policy, including discussion of security in its political aspects. Discussing Prince Fahd's plan, Lord Carrington, chairman of the meeting, said that the foreign ministers wanted to "explore the thinking behind it."

"We can not go along with it all as it stands," he told a press conference. "We want to see if it can be built on in a way which is acceptable to all

the parties concerned."

The main points of Prince Fahd's plan, put forward last August and rejected by Israel, were Israeli withdrawal from all territories occupied in 1967; removal of all Jewish settlements from the occupied territories; the establishment of an independent Palestinian state with annexed East Jerusalem as its capital; and a guarantee of the right of all peoples in the region to live in peace.

The article avoided the more brutal language of previous Soviet attacks, and appeared to be appealing more to the Poles than to a domestic audience. It repeated standard Soviet charges that the union was destroying the economy, and accused it of breaking its agreement with the Government to bring the country back to normal.

The newspaper admitted that support for the union was strong. It attributed this to "sophisticated propaganda brainwashing." Counter-revolutionary forces, it said, were "experienced and treacherous," and were backed by international reaction and "reactionary Catholic clerics. This is one of the few times the Russians have publicly attacked Poland's powerful Roman Catholic Church.

The writer suggested that Solidarity for the union was the country to civil war.

□ Rome: The Pope today received Mr Josef Ceyrek, the Polish Foreign Minister, at his summer residence of Castelgolfeddo, near Naples, where he was working. It was the first time they were together for the exceptionally long period of two hours. The meeting was described as cordial.

Resuming the adjourned fifth game Karpov unleashed his forty-fifth move and initiated a series of rook manoeuvres by both players that ultimately led nowhere.

The sixth game starts on Thursday after a rest day tomorrow, with Karpov playing white and looking for a fourth win that would put him two-thirds of the way to retaining the title against his Russian emigre challenger.

Some chess experts believed that the draw tended to favour Karpov by prolonging the match. They said Karpov has more stamina, although at 50 he is 20 years older than the champion—Reuter and AP.

## US praise for king of Spain

Washington, Oct 13.—President Reagan welcomed King Juan Carlos of Spain to the White House today with praise for Spain's move to democracy since the death of Franco in 1975.

Mr Reagan pledged full support for Spain's decision to seek Nato membership and said Americans appreciated the way Spain fought terrorism.

The President spoke on the White House lawn as the King and Queen Sofia began a visit postponed earlier this year because of political uncertainty in Spain. Talks between the two men began immediately after the arrival ceremony.

The United States has long supported Spain's entry into the Western alliance, from which it was barred because of the Franco dictatorship, and American officials said there were no major outstanding issues between the two countries.

One topic on the agenda during the two-day visit was the renewal of arrangements under which the United States has access to two big air bases in Spain as well as the port of Rota for missile-firing submarines, Washington officials said.

The base rights agreement expired last month and officials said they were optimistic that a new agreement would be reached under which more military equipment would be provided for Spain's armed forces. Reuter.

□ Lisbon: Fewer than half the Portuguese people approve of their country's membership of Nato, according to an opinion poll published today. The deployment of United States missiles in Portugal was condemned by 43 per cent.

FREEDOM OF PRESS ATTACKED

Kuala Lumpur, Oct 13.—The Malaysian Prime Minister has warned journalists here—only hours after the arrest of one of their colleagues—that the freedom of the press was a myth invented by the "so-called liberal West" to serve its own purposes.

"The loss of... freedom for an individual is of little consequence as compared to the well-being of a nation," Dr Mahabir Mohamed told a National Press Club dinner last night.

The editor of the Malay newspaper *Utusan* had been arrested a few hours previously under the internal security act, on suspicion of having allowed the newspaper to be used to spread "communist propaganda"—AFP.

Poles strike despite Solidarity appeal

From Dossa Trevisan, Warsaw, Oct 13

Poland is again troubled by protest strikes breaking out in different regions. Exasperated by long queues and the authorities' continuing failure to provide minimum rations, the Poles appear to be less and less inclined to wait for the outcome of talks between Solidarity and the Communist Government, aimed at an agreement on prices, supplies and other economic problems.

They seem to be ignoring yesterday's appeal by the newly elected president of Solidarity to abstain from protest action pending the outcome of these negotiations. The appeal has not stopped many local union branches from proceeding with planned disruption and scores of factories across Poland staged warning strikes.

Some said that the appeal from Solidarity was too late. But in fact it illustrates that even the national union leaders cannot easily control the situation when food is lacking in the shops.

In Piotrkow Trybunski, in Torun, in Suwalki and many other centres factories staged lightning strikes and in some cases threatened to extend them unless the demands for immediate market improvements were met.

With the Communist Party Central Committee due to meet on Friday, public pressure on the leadership is gaining strength. Rank and file party members are now demanding that their leaders face up to Solidarity with a clear-cut policy. However, the fact that the committee meeting has been put off several times indicates that the divisions within the ruling Politburo remain.

The headline view, put by Mr Albin Sivak, is that Solidarity has transgressed the limits and should therefore be made illegal. The other view is put strongly by Mr Hieronim Kubiak, another Politburo member, who argues that the party should try to cooperate with the union and get it to act responsibly.

□ Moscow: In a wide-ranging attack summing up the Soviet case against Solidarity, the Russians today accused the independent Polish trade union of destroying the economy and the foundations of Communism in Poland, seeking control over the Government and trying to lead the country out of the Warsaw Pact (Michael Binyon writes).

The attack, published in *Pravda* under the pseudonym reserved for the views of the Soviet leadership, suggested that the Polish party should abandon its dialogue with the union, drop its programme of "renovation" and take up its responsibility of giving an effective rebuff to the "enemies of socialism."

*Pravda* said the Solidarity congress in Gdansk had made it clear that the union was setting itself up in opposition to the Communist Party and state. Under the banner of "renovation" it was eroding Poland's socialist foundations and misleading many people with hypocritical talk of freedom and democracy.

The article avoided the more brutal language of previous Soviet attacks, and appeared to be appealing more to the Poles than to a domestic audience. It repeated standard Soviet charges that the union was destroying the economy, and accused it of breaking its agreement with the Government to bring the country back to normal.

The newspaper admitted that support for the union was strong. It attributed this to "sophisticated propaganda brainwashing." Counter-revolutionary forces, it said, were "experienced and treacherous," and were backed by international reaction and "reactionary Catholic clerics. This is one of the few times the Russians have publicly attacked Poland's powerful Roman Catholic Church.

The writer suggested that Solidarity for the union was the country to civil war.

□ Rome: The Pope today received Mr Josef Ceyrek, the Polish Foreign Minister, at his summer residence of Castelgolfeddo, near Naples, where he was working. It was the first time they were together for the exceptionally long period of two hours. The meeting was described as cordial.

Resuming the adjourned fifth game Karpov unleashed his forty-fifth move and initiated a series of rook manoeuvres by both players that ultimately led nowhere.

The sixth game starts on Thursday after a rest day tomorrow, with Karpov playing white and looking for a fourth win that would put him two-thirds of the way to retaining the title against his Russian emigre challenger.

Some chess experts believed that the draw tended to favour Karpov by prolonging the match. They said Karpov has more stamina, although at 50 he is 20 years older than the champion—Reuter and AP.

Bank shareholders to fight nationalization

From Ian Murray, Brussels, Oct 13

Shareholders of the Banque de Paris et des Pays Bas (Paribas) throughout the world are uniting to fight against nationalization and are setting a fashion in so doing.

Leaders of British, French, Swiss and Belgian resistance groups to the scheme met in Brussels today under the presidency of Mr Jean Rey, a former Belgian minister and European Commissioner, to announce an international legal fight to stop the French Government from attempting to do more than nationalize the strictly French interests in the company.

The legal niceties were complicated, according to the Swiss representative, Maitre Mayor, the only practical course for the Government to follow was to nationalize the French banking interests only, which represent no more than 12.5 per cent of the total assets of the company.

Mr Rey said that he was already on good terms with the French Government and hoped to be able to reach an amicable settlement about the level of indemnities and the limitation of nationalization to French territory.

If that failed, however, he said that the case would be brought before the courts of the principal industrialized countries. "Recent consultations have shown us that these countries in effect do not accept the extra-territoriality of a nationalization law and even applied if an indemnity has been paid."

The shareholders would therefore request the courts to agree that the foreign assets of Paribas should be assigned to a caretaker who would turn them over to the former shareholders.

This is not seen as being any hindrance to the management of the companies. The caretaker would merely be a person or entity holding the shares and assets of the nationalized company pending a definitive court judgment.

Sir Bernard de Hoghton, representing the British shareholders, said there would be no problem in subsequently forming a private holding company based in France to manage those parts of Paribas which were not nationalized.

The company could operate outside French government control.

Mr Rey said that nearly 50 per cent of the consolidated assets of the shareholders were abroad. The French Government had insisted that nationalization was a method of fighting unemployment and bringing investment to France.

"In view of this either the new owners will not use the assets to create jobs in France, or they will use them to realize the interests of those countries where the Paribas group is represented to obtain the separation of

these assets. Otherwise the fight against unemployment and for more investment in France will be to the detriment of employment and investment in the countries where the group has foreign assets and most notably in the Benelux where they are very big."

Support for this view came from Mr Jean Reyers, the president of the Brussels Stock Exchange. He announced on behalf of shareholders of Saint Gobain, the industrial complex, also due for nationalization, that a similar operation would be mounted by them.

Mr Rey said that three fundamental principles would guide the shareholders' actions: That the French Government had nationalized inside France; that the indemnities paid were fair; and the French Government is not alone capable of deciding what is "fair"; and that nationalization could be territorial but not extra-territorial.

The suggested indemnity of 220 francs (£22) a share was "significantly underestimating the real value," a more realistic figure might be between 674 francs to 754 francs.

The French National Assembly today began a marathon session on the nationalization of banks and of a number of industrial groups (Charles Hargrove writes from Paris). The matter has been the subject of violent debate in political circles, in the press, and in broad-casts, though not in public opinion.

The conflict between the left-wing majority and the right-wing opposition is fundamentally ideological, one between a socialist conception of society and neo-liberal, capitalist, approach.

The average Frenchman is largely indifferent to a debate which does not directly affect him (unless he is a shareholder). When he has any views, recent polls show that he has a weakness for state control. A fall, published by *Le Figaro* today shows 50 per cent in favour of nationalization, 29 per cent against, and 20 without an opinion.

The nationalizations are a foregone conclusion. All the opposition can do, in the face of the left's majority in the Lower House, is to resort to procedural devices to upset the Government's parliamentary timetable, and ensure that the debate collides with the one on the budget which must open on Thursday.

Already 800 amendments have been tabled on the Government Bill, 600 of them by the Opposition, and more will be tabled during the 10-day debate.

Then it will be the turn of the Senate, where the Opposition is largely dominant, to resort to delaying tactics.

The Opposition has already announced that it will submit the Bill to the Constitutional Council, which has the power to annul laws which infringe the basic law. The Council's decision is binding and without appeal.

School row threatens Belgium

From Our Own Correspondent, Brussels, Oct 13

The Belgian Cabinet was called to meet this evening after Mr Mark Eyskens, the caretaker Prime Minister, had threatened to stop government business, at least until the general election on November 8.

The immediate cause of his anger was what he regarded as the provocative and heartless way Mr Philippe Busquin, the Walloon Education Minister, had decided to close a Flemish school, the French-speaking town of Comines. Mr Eyskens said his minister was guilty of "political pyromania."

There is no requirement to provide classes for children in one or other of the two national languages if the number of the class falls below 16, which had happened at Comines, where ten children have enrolled this year for the Flemish section.

Mr Eyskens offered to pay the salaries of the two Flemish staff out of the Flemish education budget, but Mr Busquin refused to allow them to use the classroom. In normal times the compromise might have worked. It is clear, however, that Mr Busquin and Mr Eyskens are electioneering over the fate of the children.

Rift over Milan newspaper

From Peter Nichols, Rome, Oct 13

The Milan *Corriere della Sera*, Italy's best-selling newspaper, was back at the centre of controversy today as parties supporting the coalition Government divided over plans for buying a controlling interest.

The prospective buyers are headed by Senator Bruno Visentini, the chairman of Olivetti. He is also president of the Republican Party, to which Senator Giovanni Spadolini, the Prime Minister, belongs.

The Government is directly involved because the Socialist party demanded a veto on the purchase.

Senator Spadolini says he was not informed about the proposed purchase until Senator Bettino Craxi, the Socialist leader, told him on September 30.

The *Corriere* has been suffering a particularly difficult period after leading members of its staff, including the former editor, were mentioned in the masonic scandal.

The Socialists included in their attacks on Senator Visentini's attempt to buy the newspaper the point that he was including in the operation people involved in that affair.

Fifth chess game ends in draw

Merano, Oct. 13.—Anatoly Karpov, the world chess champion, forced a draw against Viktor Korchnoi, the challenger, in the fifth game of their world championship battle today.

Korchnoi, playing with the white pieces, had a pawn advantage but was unable to find a winning line and the two players agreed to abandon the game after Karpov's sixty-eighth move.

Resuming the adjourned fifth game Karpov unleashed his forty-fifth move and initiated a series of rook manoeuvres by both players that ultimately led nowhere.

The sixth game starts on Thursday after a rest day tomorrow, with Karpov playing white and looking for a fourth win that would put him two-thirds of the way to retaining the title against his Russian emigre challenger.

Some chess experts believed that the draw tended to favour Karpov by prolonging the match. They said Karpov has more stamina, although at 50 he is 20 years older than the champion—Reuter and AP.

Final position

Black Karpov

White Korchnoi

Final position

Black Karpov

White Korchnoi

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## Botha sees hope of agreement in Namibia talks

From Michael Hornsby, Johannesburg, Oct 13

Mr P. W. Botha, South African Prime Minister, has expressed cautious optimism that international talks due to start later this month on the future of Namibia (South West Africa) could open the way to a settlement.

Opening a congress of the Cape branch of the ruling National Party last night, the Prime Minister said that there now appeared to be "greater prospects" that the central issues will be identified and approached on a more realistic basis.

Mr Botha coupled his remarks in Namibia, however, with a fierce attack on Lord Carrington, the Foreign Secretary, for his recent criticism at the United Nations of South Africa's apartheid policy. Lord Carrington had discussed South Africa's internal affairs "in a most offensive way", Mr Botha declared, adding: "South Africa is a sovereign, independent state, and not a crown colony of Great Britain, or Europe, or any other state."

The Prime Minister also angrily admonished his Australian counterpart, Mr Malcolm Fraser, for using the Commonwealth conference in Melbourne "to belittle South Africa". He suggested that Mr Fraser's purpose had been to "hide his own neglect of the Australian aborigines". Mr Botha said he expected the coming round of talks on Namibia to concentrate on the constitutional principles underlying an independence settlement and the ability of the United Nations to play the role of impartial arbiter in view of its public support for the Swapo guerrilla organization.

The phrase "constitutional principles" is usually taken to cover the delicate question of guarantees for the white and other ethnic minorities in Namibia, in the event of an election victory for the Marxist-leaning Swapo (South West Africa People's Organization).

The South African's also argue that the United Nations is so identified in the public mind as Swapo's champion — the world body has recognized Swapo as the sole authentic representative of the Namibian people — that the mere presence of United Nations troops as a supervisory force during the elections could sway the vote in Swapo's favour.

One of the proposed solutions to this problem is that the United Nations soldiers should wear the uniforms of the countries they come from rather than the traditional "blue helmets" so as to make the world body's presence less conspicuous.

A team of senior officials from the five-nation Western contact group on Namibia is expected to assemble in Lagos, the Nigerian capital, later this month. They will then set out on a tour of the so-called "front-line" African states, South Africa, and Namibia itself, where they are expected in the last week of the month.

Multinational corporations, through their "greedy exploitation" of uranium resources in Namibia, are responsible for the nuclear threat posed by South Africa to the rest of Africa, Nigeria alleged yesterday.

## Zimbabwe milk ration fear

Salisbury, Oct 13. — Zimbabwe may have to ration milk by February if supplies of milk powder and butter oil are not secured from the European Community, according to Mr Eddis Cross, general manager of the Dairy Marketing Board.

He said demand for milk had doubled since independence 18 months ago because the minimum wage had been increased by 120 per cent, but dairy production had fallen because of disruption caused by the civil war.

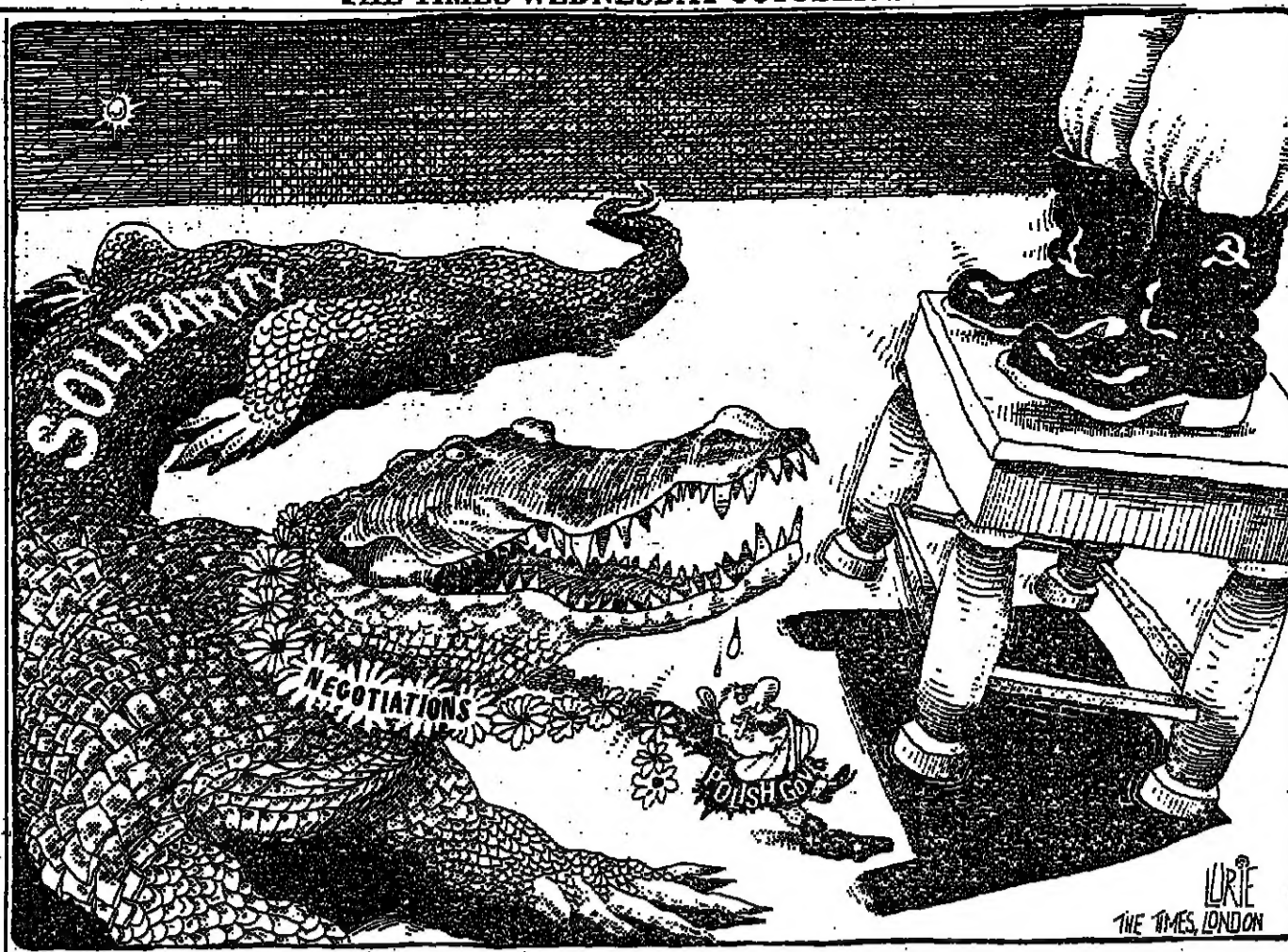
"If overseas supplies do not arrive on time I am afraid we will have to start rationing liquid products by February. This is an extremely worrying position," he said.

Mr Cross is well-respected

by white businessmen and by members of the Government. He is expected to be in the running for the Cabinet post of Trade and Commerce vacated six months ago by Mr David Smith.

Mr Herbert Ushewokunze, who was dismissed as Health Minister without explanation on Monday, has been mentioned three times in a trial in Fort Victoria involving alleged witchcraft.

The prosecutor has spoken of contacts between the former minister and Miss Sophia Muchini, who claims to be the incarnation of a nineteenth century spirit medium and is accused of conspiracy to murder four whites on farms earlier this year. — AFP and AP.



"Don't worry, sir — he's on a tight leash!"

## Pretoria and Moscow 'in prisoner-swap discussions'

From Our Correspondent Johannesburg, Oct 13

South Africa is reported here to be involved in delicate negotiations with the Soviet Union on exchanging Sergeant-Major Nikolai Pestretsov, the Soviet warrant officer captured by the South Africans during the recent fighting in Angola, for Sapper Johan Mescht of the South African Army, who is being held by the Angolans.

Sapper van der Mescht was taken prisoner in 1978 in southern Angola by guerrillas of the South-West Africa People's Organization, the independence of Namibia. They operate out of bases in Angola.

The International Red Cross, which South Africa and the Soviet Union are understood to have accepted as a mediator, has visited both captives and reported to their respective governments on their state of health and the conditions in which they are being held.

The Russians are believed to have approached Pretoria over the heads of the Angolans, who hitherto have always disclaimed responsibility for Sapper van der Mescht, arguing that he was captured by Swapo and not

Angolan forces. This is thought to have caused some annoyance in Luanda. There is also a suspicion in some quarters here that the South Africans have not over-exerted themselves up to now on Sapper van der Mescht's behalf because he allegedly agreed, or as forced, to give a broadcast over Angolan radio condemning South African raids into Angola.

Sergeant-Major Pestretsov, who was acting as a chief motor mechanic with the Angolan forces at the time of his capture and is not thought to have provided any military or other intelligence of value, is not the only Russian citizen the South Africans are holding.

Another is Major Alexei Koslov, alleged to be a senior officer in the KGB, the Soviet secret service, whose capture, some time in 1980, was announced last January by Mr P. W. Botha, the South African Prime Minister.

According to Mr Botha, Major Koslov's main task in South Africa was to assess the effectiveness of underground black nationalist organizations, such as the African National Congress,

## Olympics security to be tighter

From Ivor Davis Los Angeles, Oct 13

Worried about terrorist threats to the 1984 Olympic Games, the Los Angeles organizing committee has invited local police chiefs to meet senior Federal Government officials later this month to discuss how to ensure security.

The Los Angeles Times today reported that there had been some squabbling between police agencies over who would head security at the Games, and that Olympic officials want the Federal Government to take charge of security operations.

Mr Peter Ueberroth, the president of the Los Angeles Olympic committee, has already met President Reagan and senior government officials to voice his concern. As a result, Mr Edward Hickey, director of special support services in the White House, will assist local officials.

Earlier this year General George Deukamjian, the California attorney, reported that terrorist incidents, including bombings, had increased throughout the state during the previous year.

## Castle stops schism of her MEPs

From David Wood Strasbourg, Oct 13

The increasingly embarrassing position of 17 British Labour MEPs in the Socialist group of the European Parliament forced a statement from Mrs Barbara Castle today that the contingent she leads will stay in one piece and remain within the continental Socialist group.

Since the 1979 direct elections, British Labour MEPs have been divided among themselves. With a majority against community membership and at least six fervent supporters of membership.

Recently the seven most strongly committed anti-marketisers have argued for dissociation from the 10-nation Socialist group. They want instead to form an alliance with other MEPs who sympathize with official Labour Party policy to withdraw from membership.

Although Mrs Castle has now made peace with her colleagues in the Socialist group leadership. Neither anti-membership nor pro-membership British Labour MEPs are comfortable with the false situation they are in.

## Letter from Moscow

## Flying greengrocers from Soviet south

Step into any aircraft flying up from Central Asia or the Caucasus at this time of year and you will think you have walked into a greengrocer's: boxes of grapes, sacks of melons, huge bags of ripe and oozing fruit are squashed under the seats and stuffed on to the overhead racks.

Every Moscow-bound passenger brings as much up from the Soviet south as cornucopia as he can carry, turning Aeroflot for a few weeks into a flying fruitier.

In spring the airline is more like a florist's. Flowers are an essential part of life in the northern cities: not only for weddings and banquets, but to greet delegations at stations and airports, to throw at your favourite theatre and ballet stars, present to your teacher on the first day of school and to take round to friends in hospital or entertaining at dinner. Demand is enormous and naturally unsatisfied, and enterprising Georgians make a fortune selling roses and gladioli all year round at a minimum of three roubles (2) a bloom.

Of course flowers also grow in the Moscow region, but Russians are not natural gardeners. For a start, most people live in blocks of flats and do not have a garden. And communal gardens in the courtyards are a pathetic sight.

For those city dwellers who have a dacha — a country cottage — the garden is not a place to be trimmed, tended and weeded as the English would have it. It is a place to enjoy *au naturel*: and for a Russian the ideal dacha garden is one that most closely resembles a jungle.

Russians love nature, and have little time for improvements on its art. Grass should be a meadow, thick and lush, flowers should ramble wild and trees should have that forlorn, untamed look that features in every painting of the Russian countryside.

This outlook is particularly convenient in a country where a lawnmower is almost unknown and where the idea of disciplined work with a trowel in your free time seems idiotic. You have to go to Estonia to find more Teutonic order and tidiness and hence more English-looking gardens.

But the unkempt look is not so suitable for the big parks. Here gardening has been refined to a semi-industrial art. A planting brigade goes out in spring and huge

beds appear in bloom overnight. I have watched a street-washing lorry water all the flowers outside the hotel in Yalta with admirable economy of time and labour. The driver directed a high-pressure hose on to each tub, and within 10 seconds it was inundated, with splattering of mud and flowers on the ground around as evidence of speedy delivery.

But growing for profit is a different matter. With the increasing shortage of fresh fruit and vegetables, more and more people are turning — with official encouragement — to the cultivation of private plots. Books on kitchen gardening are in demand and translations of Western manuals on running your allotment are even circulating in *samizdat* — privately duplicated copies. At private markets peasants sell home-collected seeds in little newspaper cones with lurid handpainted cards beside each pile illustrating sumptuous marrows or succulent tomatoes.

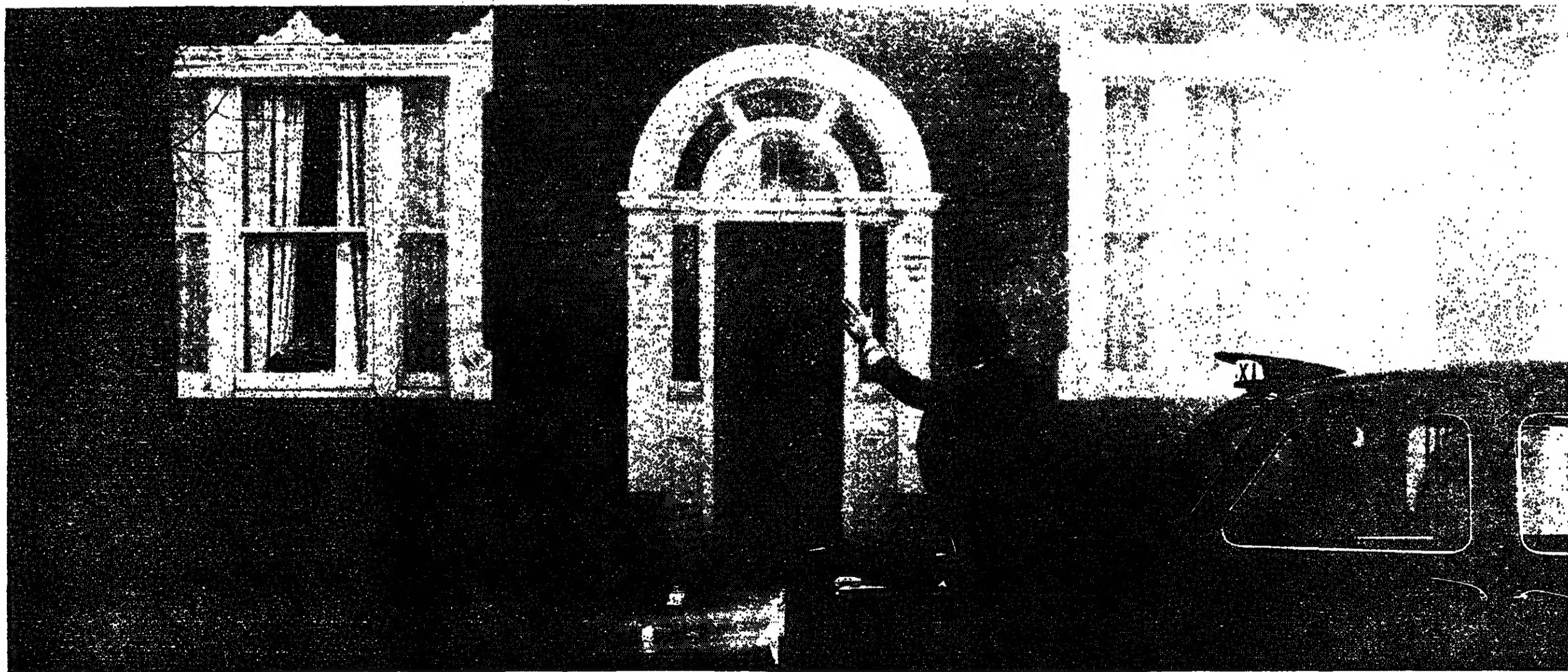
I know of one man who set up a hothouse in his flat. He filled an entire room with trays and earthbeds, and in spring was able to offer tulip bulbs and vegetable seedlings at prices that quickly made him very rich.

There is a well-known joke about the flower trade: an airliner from Georgia to Moscow was hijacked and ordered to fly to Paris. Suddenly two passengers sprang up. Overpowered the hijackers and told the pilot to continue to Moscow. On landing, the Georgians were fêted with a heroes' welcome, but a friend later took them aside and asked them why they had done it when they could otherwise have been in Paris. "But," replied one Georgian, "what are we going to do with 2,000 daffodils in Paris?"

The one area where urban Russians excel is indoor gardening. Potted plants have become very vogueish, with huge palms adorning hotels and private homes.

One of the best displays I remember used to be in the cashier's office of the Moscow customs house. I was pleased to discover the cashier's penchant, and once took her a particularly nice plant when I knew my consignment that had arrived bore a rather steep duty. She was delighted, and with rare and infuriating Soviet rectitude accepted the gift and charged me the full whack of the duty.

Michael Binyon



## What makes an airline human

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# NEWPORT

Newport, Gwent, not the Isle of Wight resort, says Patrick O'Leary... this is the big one, tackling huge problems and determined to achieve new prosperity

Once caused confusion for the readers of a Hampshire newspaper by telling them their county cricketers were playing Glamorgan at Newport, sending them hurrying off to the Isle of Wight. So let us first establish identity.

This is not Newport, IoW. Nor is it one of the smaller Newports in England, Scotland, and west Wales. This is the big one, Newport, Mon. At least it would be Newport, Mon, if Monmouthshire had not become Gwent in the reorganization of local government. But in an area where many people still think of themselves as living in western England rather than south-east Wales it will be a generation or two before the new geography comes tripping off the tongue.

The borough of Newport is the commercial centre of the county. It has a population of 136,000 living in 77 square miles spread across rolling countryside looking over the Bristol Channel and straddling the mouth of the Usk. In addition to the port itself the boundaries enclose the town of Caerleon and a score of villages.

Even in these depressed days, with local unemployment touching 15 per cent, 60,000 people work there, some travelling in from the rest of Gwent or even farther. The industrial revolution brought rapid expansion to Newport. It handled coal from inland valleys, and iron ore to feed the metal-processing factories which sprang up round the town.

Such heavy industry is still of great importance to the local economy, and officials hope the Japanese car firm, Nissan, will choose to establish its European manufacturing base near the port. But they also want to diversify the range of employment and, in competition with Bristol and Scotland, can claim some success in trying to become Britain's silicon valley.

Innos, manufacturing microchips, are building a futuristic production centre on 32 acres at Duffryn, sold to the firm by Newport corporation. The construction of premises where dust, temperature and humidity must be tightly controlled, is expected to cost £10m, and when finished next year the plant will employ 1,000 people.

The choice of Newport came after much Cabinet agonizing and a trip by Sir Keith Joseph to the company's manufacturing centre at Colorado Springs. A multi-million pound package of

government support channelled chiefly through the National Enterprise Board helped to persuade the firm to put their plant in south Wales rather than in the Bristol area, where they have a research unit.

Another large scale company in advanced electronics, Mitel, of Canada, is investing £32m in a European headquarters on a site in Caldicot, bordering Newport. Mitel's founder was a Welshman.

These newcomers to south Wales are joining high technology firms with more familiar names, such as Monsanto, Plassey and Standard Telephones and Cables. The Government has granted the town development area assisted status, and ready-built factories provided by the Welsh Development Agency are among inducements offered to business men seeking new quarters.

In the scramble to attract new industry, it can be forgotten that preservation of existing firms is just as important in fighting unemployment. Newport council have introduced a business advisory service.

Newport's communications with England and western Wales have been transformed by the introduction of high speed trains and the extension of the M4. This motorway runs so close to Newport that local drivers use it to get from one side of town to the other.

It is a measure of changing conditions that Newport's largest employers now include the borough council and the Business Statistics Office, which moved from London to the countryside west of the town. Council staff work in the imposing civic centre.

It is architecturally a good deal more interesting than the county council offices, put up for sale since the staff moved into a new county hall at Cwmbran. More jobs have also been created by the town's modern shopping centre.

Although there are few premises to let, it will probably be some time before this becomes fully integrated with the traditional market hall and the range of stores in neighbouring Commercial Street. There is further competition from an out-of-town hypermarket.

The question of national identity seems likely to arise in controversy. One company bidding for the franchise to run the proposed local commercial radio station are unenthusiastic about broadcasting in Welsh, saying the majority of people in the area cannot understand it. But they believe a weekly half hour in Urdu would be welcomed.



The transporter bridge which uses a suspended ferry platform to carry people and cars across the Usk.

Photograph: Steve Benbow

## A steel success story

Steel has played a dominant role in both the prosperity and decline of this corner of south-east Wales. There are a number of specialized plants, some owned by the British Steel Corporation, others in private hands, including Alcan, and Alphas. But the largest producer is the BSC works at Llanwern, which was equipped to the highest standards when it opened in 1962.

Last year it faced possible closure under plans to reorganize the corporation. Now it is regarded as a success story, operating in a way that is held up as an example to plants in other parts of Britain. Success may seem a strange word to apply to Llanwern, which has reduced output and halved its labour force. But this slimming exercise has led to

improved productivity, and management say man hours per tonne are now comparable with any producer in Europe and many in Japan.

There have also been savings in fuel, although 10 or 11 Welsh pits still depend on Llanwern as their biggest customer. The plant used to produce 2.7m tonnes annually. The figure has dropped to below 2m tonnes and the labour force has been cut from more than 9,300 to 4,667. Reductions applied to middle management and other white collar staff as well as to manual workers.

Absenteeism has dropped dramatically, and little overtime is required. There have been radical changes in working practices and manning

standards, with most demarcation barriers swept away. Nevertheless, the loss of jobs has been a heavy blow to the local economy, and pushed up the unemployment rate. Llanwern hopes that in time the recession will end and more steel will be required. Agreement has already been reached on the levels of manning required if production again goes above 2 million tonnes a year and then back to full capacity of 2.7 million tonnes.

Much of the steel produced goes into cars, including the BL Metro, and to manufacturers of domestic appliances. Some is exported to Yugoslavia, going in special wagons via Harwich and by barge along European waterways, including the Danube.

A leading official of the Iron and Steel Trades Confederation said in June: "The trade unions have made tremendous sacrifices to implement the plan and are fully committed to seeing it through. Llanwern still plays a major part in the economies of Gwent and south Wales and the steel industry is the foundation on which the engineering world stands. BSC own a stretch of land to the south of the Llanwern works, at present leased to farmers. Originally it was reserved for possible future expansion of the works. Now the corporation hope it might prove to be the right site for Nissan to establish its car plant, which would provide a buyer for Llanwern's kind of steel on its doorstep."

## Face lifts

Newport has put considerable resources and effort into rehabilitating some of its older areas in recent years. Even an estate of prefabs, which aging residents refuse to give up, is well maintained and the Victorian covered market with its cast iron framework has been restored at a cost of £300,000.

So it was not surprising the council were among the first authorities to take up the offer of grants for designated commercial improvement areas under the 1978 Inner Urban Areas Act. They chose, appropriately enough, Commercial Road, a decaying thoroughfare running through an area known as Pill from the main shopping district in Commercial Street down to the docks.

In the first year of the scheme more than £100,000 was allocated, some of the money going in loans and grants to property owners, and on capital expenditure for such projects as demolishing buildings and providing car parks. At least £90,000 is likely to be spent in the current year.

The aim of the scheme is to help shopkeepers and other businessmen to improve their premises, and encourage newcomers to take over empty property. Two years ago 69 buildings, some 30 per cent of those in the street, were unoccupied. One yardstick for awarding grants is whether the proposal either preserves existing jobs or

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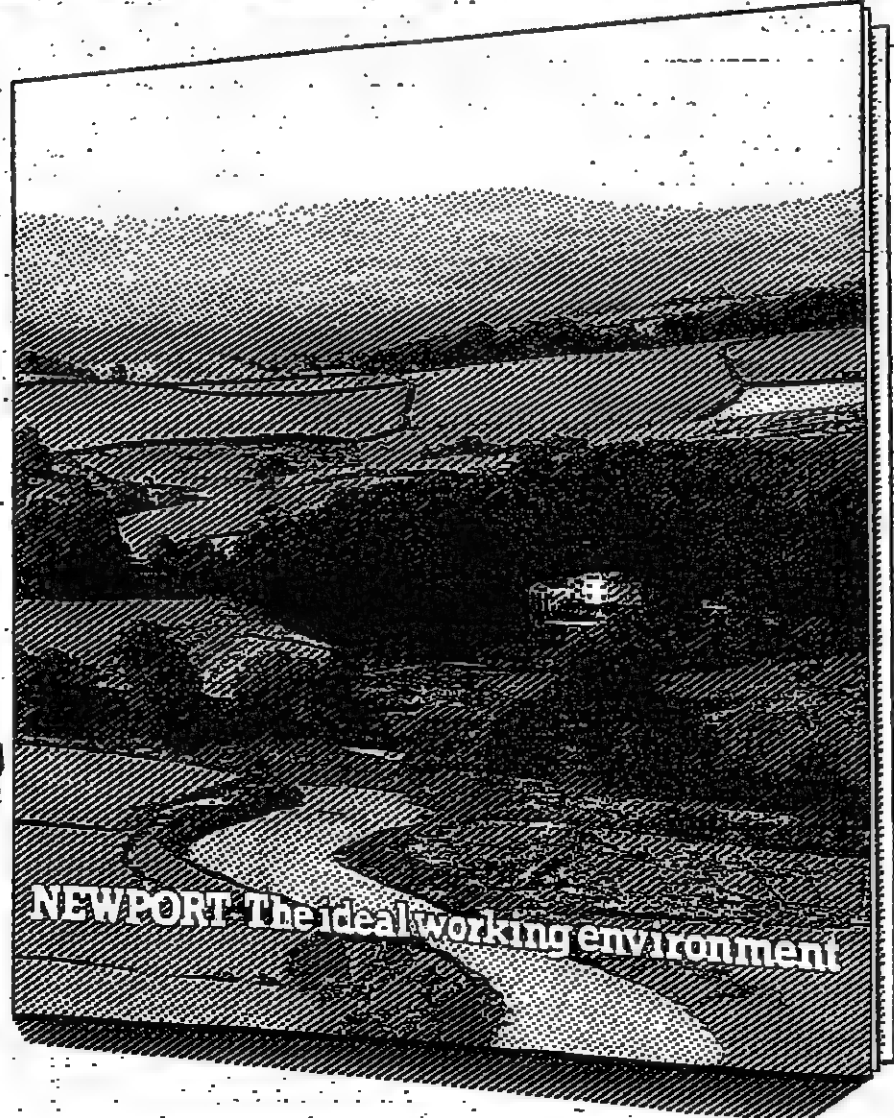
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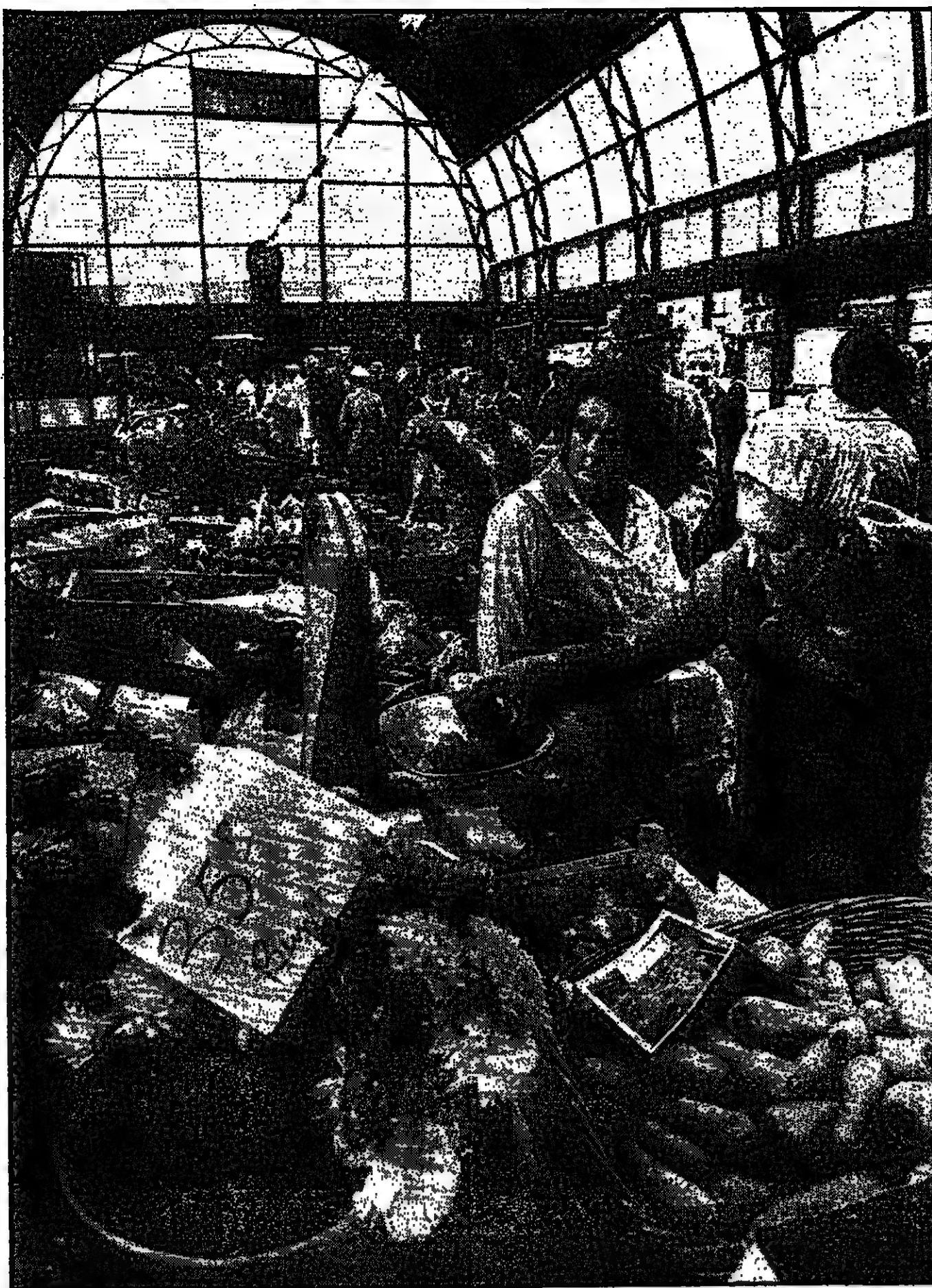
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## NEWPORT



The town's Victorian covered market has been renovated, although the town now has a modern shopping centre

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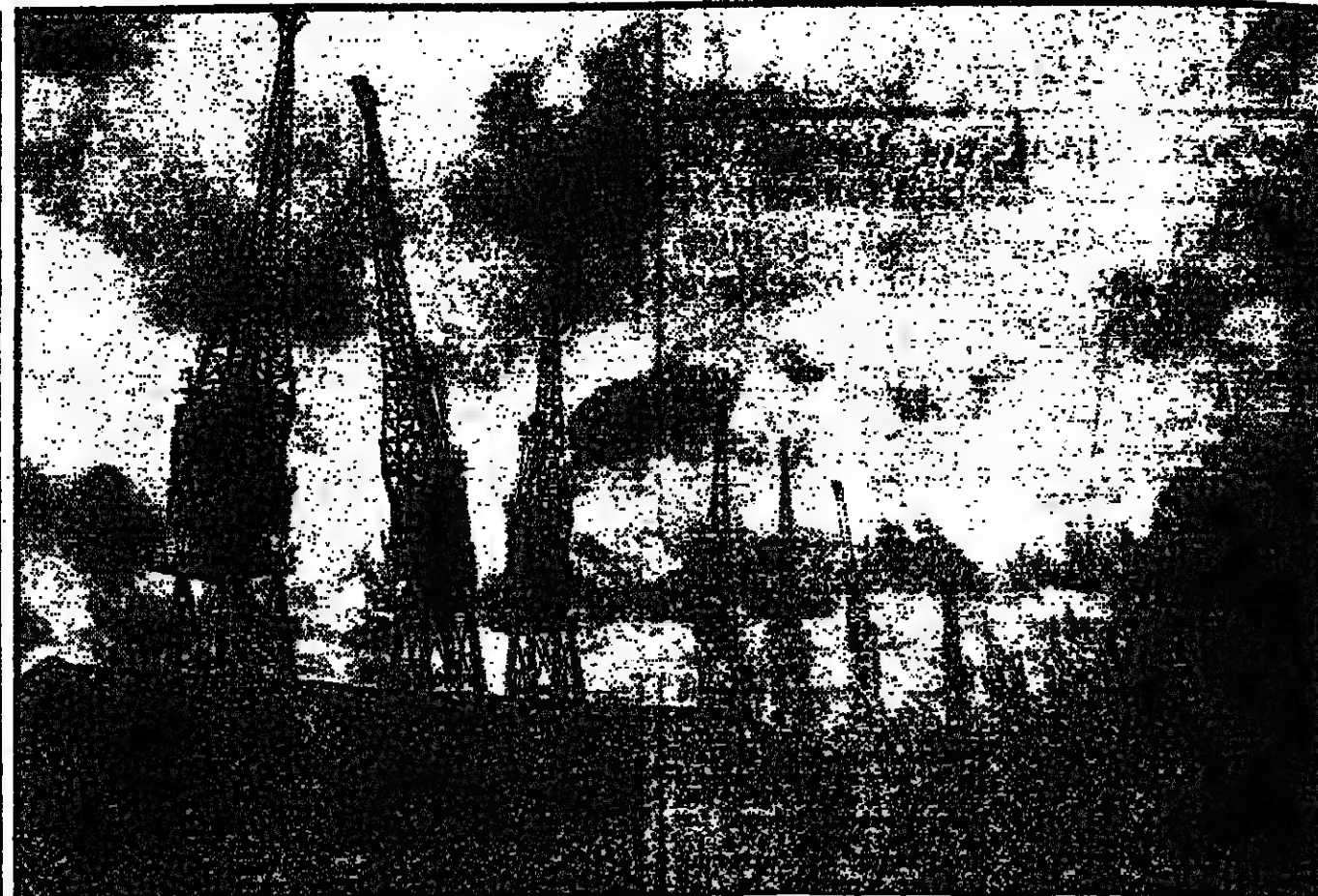
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Newport docks handle more than a million tons of cargo a year. A Severn barrage would enable larger ships to use the harbour

## Dockland goes bananas

At one time docks prospered, withered and died as the industrial tide swept over them and then retreated. That was the fate of Caerleon when the erection of a bridge over the Usk at Newport prevented tall ships reaching it.

Now harbours represent such a large investment in fixed assets that they first struggle to adapt to the times, a process helped by improved land communications making them more flexible in the products and raw materials

they can handle.

In happier days Newport exported almost 7 million tonnes of coal a year. The figure sank to zero, and has now made a modest recovery with a contract to ship 300,000 tonnes to French power stations.

A wharf which once handled coal and then switched to iron ore is now used by banana ships from Jamaica. Even that trade demonstrated its uncertainties when a hurricane destroyed

most of the crop last year.

But it was the troubles of the steel industry, and the closure of a Shell oil terminal, cutting petroleum imports by 200,000 tonnes, which earned 1980 the description "a difficult year" by the British Transport Docks Board. A profit of some £1.5m in 1979 became a £1,152,000 loss.

Banana trade with the West Indies has been followed by cargoes of oranges and grapefruit from Israel, and similar imports from South Africa

and Latin America. Another new line developed has been exports of scrap metal to Pakistan.

Altogether the docks have a water area of 125 acres and 18,000 ft of wharves, an entrance lock that takes vessels up to 35,000 tons, and plenty of land available for port-related industries. Being the most easterly of the board's Welsh group gives Newport something of a start for deliveries by road and rail to the Midlands and other parts of England.

In recent years it has welcomed traffic in imported tea, packaged timber and Japanese cars, and has provided handling gear and storage space for containers. But docks managers must sometimes look wistfully at the records for 1923, when tonnage totalled more than seven times that of last year, most of it exported coal and coke.

However they must live in the world as it is. In doing so they make a bold claim which some colleagues elsewhere must envy: "Much of the port's success is due to the attitude of the workforce. Newport's enviable labour relations, coupled with the ability to work a two-shift system, seven days a week, enables the port to provide efficient handling, with modern equipment of cargoes and expedite quick turnaround of vessels."

## Whiling away time

Leisure and the art of making it something better than boring idleness are likely to play an increasing part in the greatest happiness of the greatest number over the next decade. At the last count Gwent had 30,147 people out of work, 13,425 of them in Newport.

Against this sombre background the county council has produced a booklet entitled *Free Leisure Opportunities in Newport for the Unemployed*. Apart from lists such as down to earth opportunities as a dress-making club, do it yourself group, and a course on Cooking on a Budget.

There is nothing cosy about this programme to help the unemployed. Caerleon Community College, located aptly enough in Cold Bath Road, offers weekly sessions on "The Economy, You and the Future."

The brochure goes on: "Will you work again? Do you want to work again? Are you able to work again? These and other questions will be looked at and discussed with the object of attempting to ascertain the needs of the economy and to ascertain your needs to fit into the economy."

Newport Council offers half-price use of sports centres at off-peak periods for the unemployed. Newport County football club set aside one afternoon a week for free use of their club premises and coaching.

Whether in work or not, the town's residents are strong supporters of local sports. Rugby being the most

famous, and of music and drama. The 400-seat Dolman Theatre in the new shopping centre is privately owned by an amateur society, Newport Playgoers. Many other companies use it for plays, opera and concerts, and there is an annual drama festival.

Cycle racing has become a local speciality. Each year the sport becomes associated with history in the Chartist road event, with contestants following the route taken by militant reformers of 1839.

In that year large crowds marched down the Monmouthshire valleys and converged on Newport. The aims of the Chartist Movement, which they supported, included a vote for every man by secret ballot. That was the stuff of revolution at the beginning of the Victorian period.

When the crowds reached the town they were routed by a company of soldiers. The leader, John Frost, was transported to Australia, but received a pardon 15 years later and returned to Britain to live to an honourable 93. He is commemorated in the modern John Frost Square, which has a lively mosaic depicting the 1839 scenes.

Newport, in conjunction with the county council, has opened a tourist information office. There has been some surprise that visitors not only ask for the quickest route to surrounding beauty spots, but also seek out some urban sights as well.

During the 75th anniversary celebrations this year of the Transporter Bridge, which

uses electric motor power to carry vehicles and people across the Usk in a suspended ferry between its lofty towers, more than 3,000 first day covers were sold. It was undoubtedly good tactics to use royal wedding stamps on them.

Another piece of industrial archaeology put to attractive use is the Monmouthshire canal, originally opened in 1798.

A picnic site has been opened at the 14 locks — three miles from the centre of Newport — which once enabled a barge to be lowered or raised 168 feet in half a mile.

## Face lifts

continued from previous page produces new ones. Among companies already helped were a betting shop and a fish bar.

Council officials say the scheme has led to a general upgrading of the road, since the work going on has encouraged even those owners who have not applied for loans or grants to spend money on their premises. Estate agents say more customers are showing interest in taking shops there and prices have improved.

The first annual review of the project comments: "The initial appraisal of improvement area action suggested the work should be done over a five-year period. At the present rate of progress it is envisaged that after the fifth

year this part of Pill should once again be a thriving, viable and attractive area.

"It may be necessary next year to compulsorily acquire some of the properties in Commercial Road which are not being improved either through the non-cooperation of the owners or where the owners are not known. After acquisition it would be possible for the council to have them improved and either leased or sold."

Such municipal enterprise would have astonished the Supertramp poet, W. H. Davies, who was born in one of what were then the mean streets of Pill. A later literary son of Newport, novelist Leslie Thomas, has written of the "unremitted terraces" he walked as a boy.

## Air and power lifelines

There are signs that the Government may be inching towards decisions on two projects which could inject thousands of millions of pounds into Newport and its neighbours on both sides of the Severn estuary. These are a tidal barrage to produce electricity, and an international airport which would rank third only to Heathrow and Gatwick.

Since the Second World War more than a dozen sites have been suggested for a Severn barrage. They range from modest proposals, in which the river's flow would be harnessed not far south of Chepstow, leaving both Bristol and Newport in the open sea, to a magnificent barrier across the Bristol Channel below Barry.

The Severn Barrage Committee, in its report in July, came out in favour of throwing the mighty concrete and rock causeway in a crooked line from Lavernock Point, between Barry and Cardiff, to Brean Down, near the Somerset resort of Weston-super-Mare. But it wants a further four-year detailed study, costing £20m, into the design and environmental implications of such a piece of engineering.

This slightly muted call to action, was greeted by the former Energy Secretary, Mr David Howell, with parliamentary caution. "The Government welcomes this thorough

report as a basis for the consultation about the complex issues involved that must now be undertaken," he told the Commons. "It looks forward to receiving comments from interested parties on those issues. Decisions, for example, about the further studies recommended in the report will then be taken in the light of such a public debate."

As the estimated cost of the scheme is between £5,000m and £6,000m there are good reasons for caution. Particularly since it would take about 10 years to complete, and Britain's record of controlling costs and keeping to schedule on public works is, at best, variable.

At £500m (some estimates are only half that figure), the international airport sounds a bargain. Like the barrage, it is an idea that has been afloat for some time. But it too has become topical again in the light of renewed controversy over proposals to develop Stansted airport to take pressure off Heathrow.

Gwent County Council have offered to provide the inspector presiding over the Stansted inquiry with an up-to-date report on proposals to locate a new airport off the coast not far from Newport. It would replace existing

continued on next page

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## Air and power lifelines

Continued from previous page

airports near Cardiff and Bristol. Fifteen years ago Professor Anthony Goss suggested an airport on stilts in this area of shallow water known as the Welsh Grounds, between Newport and Chepstow. At times it has been linked with another long-running planning idea, the development of what was described as a maritime industrial development area in other words, a new port complex. The Gwent coastline was in the running for that, in competition with the Maplin Sands and a South Wales Europort Project Society was formed in 1973.

The latest ideas on the airport envisage draining a large area of the shallow estuarine flats. Mr Graham Powell, a member of the Severn Barrage Committee, said last year: "Some 5,000 acres should be readily reclaimable, with potential for further long-term expansion. Clearly the use of reclaimed land from the estuary has an enormous benefit in reducing to a minimum the need to use agricultural land."

The airport site would most likely be reclaimed by dredging fill from the approaches to Newport, thereby deepening the channel and enabling the further development of major port and industrial enterprises.

Such an airport would probably generate more permanent jobs than building a barrage. It is estimated up to 27,000 people would find work through a barrage, including some 6,000 who would benefit from the general demand for local services.

The principal benefit from a barrage, which would require a staff of 500 to run it after construction, would be power generated from 160 turbines operated by the ebbing tide. The scheme favoured by the committee would supply an estimated six per cent of the country's electricity needs.

Turbines would be mounted in the barrage wall. The "building blocks" of this would be caissons weighing about 90,000 tonnes each. Two large ships' locks would have to be incorporated to enable ships to reach Newport, Cardiff and Bristol. The higher level of water behind the barrier would make it easier for large vessels to use the ports.

But there would also be problems. Low lying land would be subject to flooding unless special pumping was provided and sea defences

strengthened. The disposal of sewage and industrial waste would be more difficult in the absence of the present high tides up the estuary. Naturalists are worried about the effect on wildlife, for the area is used as winter quarters by several varieties of wading birds.

However it would be safer for sailing, and an explosion in the demand for moorings and other services for small boats would be likely to follow any barrage scheme. It is as difficult to assess the economic value of the barrage scheme as it is to guess what the price of fuel will be in 20 years' time. The Severn Barrage Committee said in its report: "The decision to build or not to build must always be an act of faith." However, the barrage would be so valuable in the event of serious energy problems in the future that the committee recommended a further four-year study.

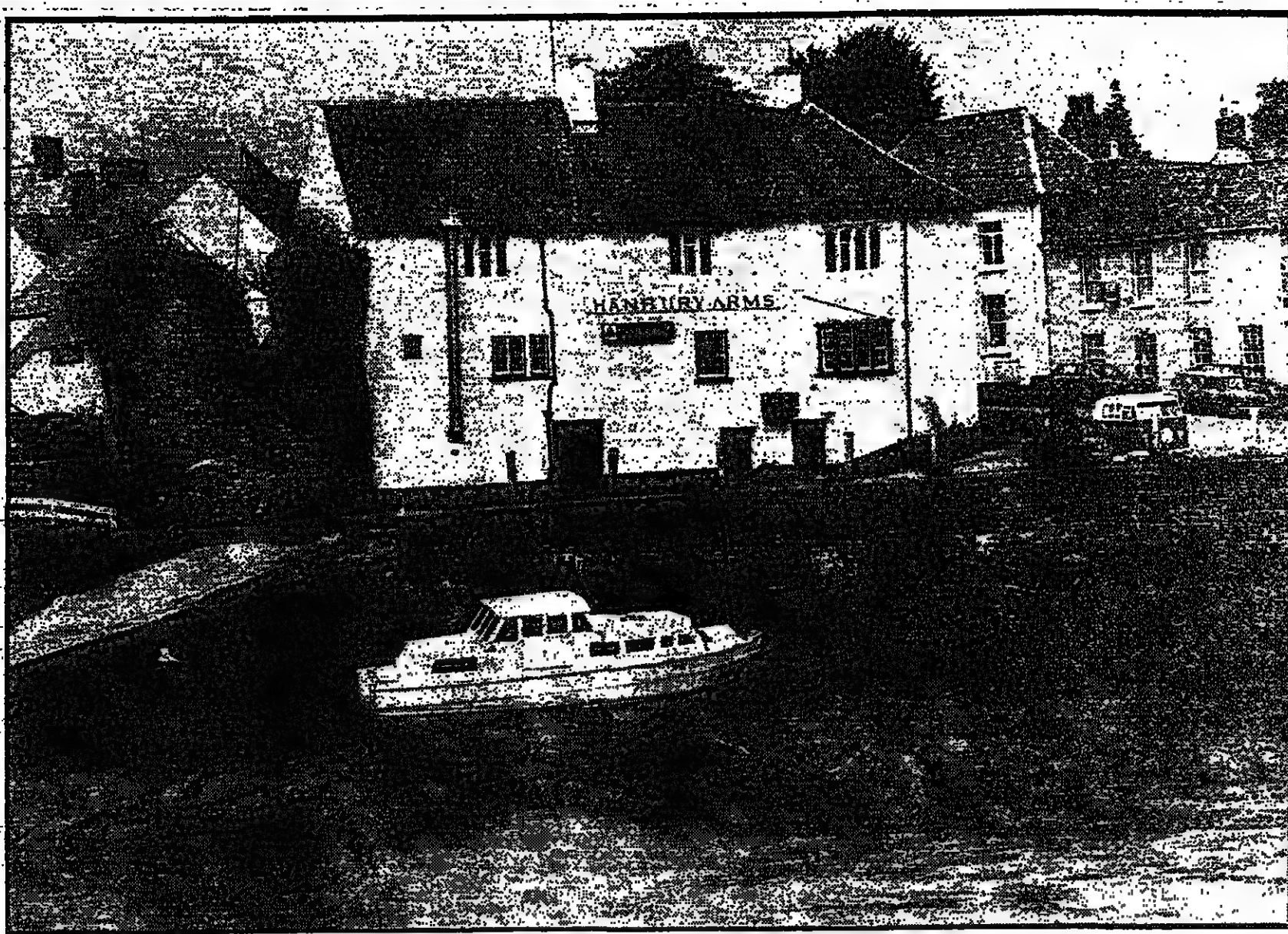
In the course of this study, it suggested, it might be necessary to build a prototype caisson, and then test it in place in the estuary. The committee said a barrage lower down the estuary would produce more electricity, as much as 10 per cent of the national demand. But it would also add more than £3,000m to the cost.

Newport has taken a keen interest in all the twists and turns of the history of the Severn project. A report last year on how the port would benefit said: "At present, the operational tide is about three hours either side of high water, producing a maximum operational time of 12 hours in any day."

The higher level of water upstream of the barrage would result in the majority of ships being able to enter or leave port at virtually any time of day, and very large vessels being able to enter or leave at high water. A barrage would also reduce the time a ship had to stay in dock, thus giving a more efficient use of dockside plant.

The report concluded: "If the Severn Barrage was constructed in the near future there would be considerable benefits to Newport, primarily those of increased trade and employment leading to the establishment of Newport as a larger commercial centre."

"It would appear that there is merit in supporting a Severn Barrage proposal, particularly in the light of the urgent need to increase employment prospects in the area."



The poet Tennyson, musing on King Arthur, stayed at this inn at Caerleon

## Twilight of the Arthurian legend

Newport received its name early in the Middle Ages when it superseded the old port of Caerleon, three miles up the tidal Usk. There the remains of a tower still guard what was once the dock area, also overlooked more benignly by the Hanbury Arms.

It was while staying at this inn that Tennyson wrote in 1856: "The Usk murmurs by the window and I sit like King Arthur at Caerleon. This is a most quiet village of about 1,500 inhabitants with a little museum of Roman tombstones and other things."

He had some there alone during a family holiday in Wales. He claimed to be

seeking inspiration for *Idylls of the King*, but it was more likely he wanted to get away from the children for a few days. Schoolboy recollections are that the *Idylls* would their endless way with little sign of inspiration.

"For Arthur on the Whitsuntide before  
Held court at old Caerleon upon Usk"

are not stirring lines, and even less so are "Pardon: but will ye to Caerleon? I Go likewise: shall I lead you to the King?"

Such Arthurian tushery seems far removed from the poet who wrote *In Memoriam*.

Perhaps the reason was that the large mound outside the town then called King Arthur's Round Table proved, on excavation, to contain the remains of a Roman amphitheatre for 6,000 spectators.

That was the site of the Second Augustan Legion which arrived in AD 74 and established its headquarters at Caerleon, from which it controlled the fierce local people, the Silures. The amphitheatre was built about the same time as the Colosseum in Rome, and it is thought galleys from the heart of the Empire penetrated up the Usk.

Some relics of those days

can be seen at the museum mentioned by Tennyson, while others are embedded in the fabric of local houses. Builders in succeeding periods often used the amphitheatre and other stone edifices as a quarry for materials.

Archaeologists have been at work in the place for more than a century. It was young Dr Mortimer Wheeler, then director of the National Museum of Wales, who uncovered the amphitheatre, with the help of his wife, in 1926 and 1927. But much of Roman Caerleon now lies under later developments.

Surely this must be the only town to have a Catholic church

dedicated to Julius, Aaron and David. The first two are said to have been martyred in the town by the Romans. The patron of the parish church, St Cadoc, is almost as venerable, for the first church on the site was founded in the sixth century.

Discovery of Roman Caerleon did not, of course, prove conclusively that Tennyson was wrong in following local legends associating it with King Arthur and his knights. That elusive character may have been a Roman-British chieftain who took over when the legions left Britain and the long twilight in our history began.

## Millionaires and Morgans

The Morgans of Tredegar House were powerful landowners for five centuries. Indeed, when the Romans left Wales and it was divided among warring chieftains, Newport was included in the kingdom of the Morgannwg. But this is probably just coincidence, for the family which emerged in the fifteenth century is believed to have had humble origins.

In St Woollo's Cathedral, which looks down on the town from the top of Stow Hill, are fragments of an alabaster effigy of Sir John Morgan, Knight of the Holy Sepulchre, who died in 1493. In the grounds of Tredegar House, west of Newport, stands a memorial to Sir Briggs. This "knight" was only a horse, but he deserved to be commemorated, for he carried Captain Godfrey Morgan safely through the Charge of the Light Brigade at Balaklava in 1854.

The Morgans were an intrepid family, but were finally brought low by the Inland Revenue. Death duties, and extravagance, made such inroads into their capital that the last of the male line, John, Sixth Baron Tredegar, sold up.

Industrial expansion in the nineteenth century brought new power and wealth to the Morgans. They leased land for ironworks and coalpits, promoted the cutting of canals, and at one time charged a penny a ton toll on loads carried along a tramway.

Sir Charles Morgan, whose statue can be seen in a park not far from St Woollo's, provided the land on which Commercial Street and Commercial Road were built to the Full wharves and Tredegar docks, also owned by the family. His son was created a baron in 1859, and the Captain Godfrey who rode Sir Briggs succeeded him in 1875.

It was said of Godfrey: "He was president of nearly all Newport's Societies." He made many gifts to the town, but was probably most popular for the annual celebration of Balaklava Day in October, when his estate workers were served roast beef, plum pudding and beer.

His successors lived in the grand manner until the taxmen put a stop to it. The last to cut much of a dash was Godfrey's great-nephew, Evan, who dabbled in poetry and novel-writing, kept a suite of rooms at London's Cavendish Hotel in the 1920s, and married successively a film actress and a Russian princess.

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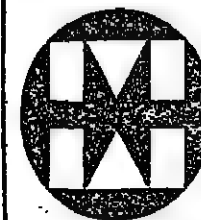
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Considering all of which, the cast remained remarkably calm and collected. "I know that we've got a marvelous play to do, and precisely because there are so few like it around we think we've got a good chance," says Lynn Fairleigh. "I in fact first read *Harvest* four years ago, when I was on an Arts Council panel judging a playwright contest. This one came up, and although it didn't win, the contest was specifically about dramatic innovation and new techniques. I was so impressed by it that I wanted to ring up the author and ask if I could play it somewhere. But my nerve failed me and I never did, and three years later by a sort of miracle it turned up in the post. I was determined not to do a play in the West End until I could find one that I absolutely wanted to live with for six months or more, supposing we were to have a success. I can't think of anything more awful than

Prochnow, like Petersen, was born in 1941. "I am not a militarist", he says. "My father was a Russian prisoner and would never talk of the war. When we made this film we found out why people fought, and what they were."



The Americans are impressed with the film in spite of the fact that it does not star Clint Eastwood or Burt Reynolds as the submarine commander. During later stages of production Petersen

was elated when Mark Damon, the president of Producers Sales Organization, saw footage and immediately offered him a million dollars to handle foreign-language films, but this one was so exceptional that I'm convinced it is the most important war film to come from Germany since the war," he said Damon in the euphoria of the premiere party. "Yes, you can mention *All Quiet on the Western Front* and *Paths of Glory* and *The Way We Were* and *The Longest Day* and *Kwai*. This one's up there!"

He has sold *The Boat to Columbia* and hopes that it will open in the United States this fall. Academy Award nominations with a British release in the spring or summer of next year.

Other concepts are also at

play, although not as strenuously, and could offer an illuminated option if Miss Davidson had embraced the physicality of the setting. The design is "executed" by Mark Cruickshank "from an idea by Uta" and it should dominate the production. The Lyric Studio is filled with an enormous bed, ample for eight people, twice that if they were close friends. It is covered by an equally massive canopy of lace and presents an opportunity for action, with the combat possibilities of a wrestling mat.

but move and speak with masculine habits, only sometimes to intense effect. One effect that eludes them is the pretence of being mis- understood, and even when Mr. Keats dredges up the picture of his mistress pouring disgust on the servants, he never steps into her character.

That becomes particularly obvious with the sassy androgynous appearance of Mark Rylance as Madame. Neither does he act like a woman, but he could as well be Genet's image of one. Despite the intelligence of the other performers, the moments of rhetorical passion, there are too many layers of cold distance. Much of what Genet wanted to say about servitude, oppression and the real relationship between murder and self-murder is clear, but it has no effect. **Ned Chailot**

No explanation is offered, but perhaps we may take it that what we hear in the dressing-room is the private music of performers forced by circumstance into hack work, their collective sub-

conscious represented by the disparate aggregation of "What a Wonderful World," a couple of Westbrook's treatments of Blake's poetry, a medley of bebop tunes, and "After You Say Goodbye," several original pieces" by Mike and Kate Westbrook, and Sullivan's setting of "The Lost Chord." The addition of the latter intention is increased right at the end of the show, when the band turns, for the first time, to face the audience head on and bursts into "Ain't We Got Fun." The music that follows becomes the denizens of the Hotel Amigo, and our response to this loaded reversal must be ambiguous.

Westbrook's familiar combination of postwar music with two-bits Cabaret music and various offbeat excursions into verse and Victoriana is perfectly suited to such an ironic content. Individual instrumentalists such as the mind, such as the growing difficulty of separating Phil Minton's expressive trumpet-

She began with amusingly sturdy performances of three Spanish renaissance pieces, and then showed how her purposeful manner is coupled with a sure feeling for colour in a Purcell sonata and William Mathias's *Three Improvisations*. And, lest one suppose that her inclusion of Tourange's *Allegretto* was a mere nod to the modern, she was conventionally angelic in style of harp writing, she ended her recital with a breath-takingly colourful account of Carlos Salzedo's *Song in the Night*, where she revealed how many different kinds of glissando

the harp can produce. She also took firmly in her stride the work's occasional leaps into percussion playing on the body of the instrument.

Karen Briceau, an appealing, straightforward and serious pianist, was the soloist at her best in sonatas by Scarlatti and Haydn. Occasionally she was tempted to lean on plangent chords more than really works well in eighteenth-century music, but her performance of the "Caravan" was beautifully mobile, and in Haydn's early A flat sonata she discovered a wealth of inwardly turned imaginative daring. Her use of the same style in Prokofiev's second sonata brought certain bygone days of music that properly needed more protection.

ance; I admired the boldness of her changes of speed, pressure and timbre, even when the results were questionable, but there was little sense of the spontaneity so essential to this place. A Grand Concerto and Godard's Duo were more successful because more accommodating to preconception, and Miss Duffy finished with a marvelously flamboyant account of the waltz from Godard's *Suite de trois morceaux*.

The American violinist Stephanie Chase made a performance debut in her first recital of Mozart's D minor Concerto, K 218, with the English Baroque Chamber under Leon Lovett. Her tone was appropriately slim and sinewy for this music, but her eloquence and her willingness to take risks brought an almost vocal expressiveness to everything she played. One was even prepared to forgive her outrageous cadenza to the first movement when all the other soloists were so ardently meaningful.

**Paul Griffiths**

Musical detail was precisely judged, the offstage cowbells clearly audible, violin glissandi not too quick to make effect, the hammer the noisiest and most substantial that I have heard (only twice, as Mahler superstitiously decided). The finale's spacious structure was given room to expand. **William Mann**

This was very much a Wanderer and later a "Musesohn" with lederhosen; but the more sophisticated side of Mr Luxon's art was revealed in a mellifluously phrased "Ganymed" and an affectively still, dark-hued portrayal of most happiness in "Erster Verlust". **Hilary Finch**

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## Environmental briefing

Last week more than 5,000 acres of state-owned forests were put on sale as part of the Government's "privatization" plans. A further 14,000 acres, from Farebrother in west Scotland to part of Savernake in Wiltshire, have been named for possible sale to cur Forestry Commission costs.

Not for several hundreds of years has there been so much woodland in Great Britain. And never has the state of our woodland been so parlous. We have more than twice the acreage of woodland than we inherited at the turn of the century. But we have lost nearly a quarter of a million hectares of traditional woodland, the sort of woodland people actually enjoy, in the same period.

That, simply, is the problem faced by conservationists in what is developing into a fine old controversy about the future of Britain's forest inheritance. It is an argument which has raged, off and on, since John Evelyn, diarist and forester, wrote *Silva*, or, a Discourse of Forest-Trees in 1662.

It is an argument in which class, finance, politics and temperance have all had their say, not least because though the love of trees comes to most people, it has usually required men of means to do this. There is an argument in which only the trees are silent.

According to forest historians, Britain was once almost wholly forest. Only extreme bogs and mountains were exempt from forest cover 5,000 years ago; and it was forest of a far more varied kind, than is often supposed. The shades of ancient wood which remain testify to distinctions and variations which tell a story of tree species and their liking of wet or dry, clay or limestone, hot or cold. What may be assumed to be the remnants of the Wildwood (as Oliver Rackham named the phenomenon) give the Chilterns their leechwoods. It also gave Scotland its oakwoods and birchwoods, and the remains of the Scots pine forest.

Our Stone Age ancestors, with their slash-and-burn agricultural techniques began a process which the industrial revolutions, especially of the sixteenth century and onward, continued: they burned the Wildwood. In so doing, they made the heathland and the moors; the "natural" wilderness we now prize.

What remained became increasingly populated. The interests of pasture for domestic animals (a great deal of it in forest glades and rides), of hunting, and of wood as a crop, all combined in various degrees.

More than 90 per cent of worked woodland was under a form of coppicing, the remains of which — in relic form — characterize the kinds of scrappy woodlands we see from Epping Forest to any local copse. A coppice wood utilized the characteristic of deciduous trees to renew themselves.

It was a system which thrived on the indigenous vegetation of our woodland, and which effectively passed on to us small packets of the Wildwood extant, as against the plantation system (the grotesque descendant of Evelyn's injunction to plant trees) which encourages sterile monoculture. From the thirteenth century on,



Lime, oak, and alder: three of the victims of Britain's modern farming and forestry techniques. Oak was always the prime forest tree, though now being planted in some quantity; it has a long way to go before it retrieves its position as hero of the mixed woodland. Lime was the mainstay of coppice woodland, and has suffered a huge decline as labour-intensive woodland management has become virtually extinct. Alder was one of the commonest British trees; it was important in coppice woods, but also on the marginal land which has now often been "improved" by drainage.

## Who will plant the oaks of the future?

the woodland came under increasing pressure from agriculture: peasant and landowner alike eroded the woodland stock. By Evelyn's day, there might have been about a million hectares of woodland left. "What woods there were by then was still the ancient, semi-natural woodland," says Dr George Peterken, the Nature Conservancy Council's forest authority. He is trying to formulate practical ideas about how to conserve the "natural" in the 300,000 hectare remnant of Wildwood we now have, and how to mitigate the "unnaturalness" of the monoculture plantations profit and shortsightedness now dictate.

Dr Peterken can drive from his house near Oundle in Northamptonshire and find woods of nearly every kind.

In Fenny Woods, there is a newish plantation of oak: 40-year-old adolescent trees grow where coppicing would once have taken place. In Short Wood, the local Naturalists' Trust has bought a classic derelict coppice-turned-copse which will, with some management, become a more or less elegant compromise between a rural pre-industrial archaeological museum and a sort of arboretum.

A little farther away are Bedford Parkwoods, a much abused remnant of the antique Rockingham Forest. Until 1938, they were coppiced, and then the Forestry Commission clear-felled everything, and put in beech and oak.

For several years, Bedford Parkwoods were threatened by open cast mining, so the woodland received no further "improvement"; they were left more or less

pure in their middle. Now the Forestry Commission has agreed to leave the place for the growth of fair sized trees, without further regimentation. That is the acceptable, compromising face of forestry. But the fate of much of the country's woodland is mostly in great doubt. Successive recent books with eloquent titles have come forward to document our modern intention to finally extinguish our ancient birchlight. Richard Mabey's *The Common Ground*, Marion Shoard's *The Theft of the Countryside* and Graham Moss's *Britain's Wasted Acres* are all variously mathematical, financial, aesthetic or ecological in their calculations, but they add up to a shocking indictment of what we do with our portion of the earth's crust.

Our small woods are under threat from heavily subsidized agriculture (in a process which sees the great oak, beech and ash put aside in favour of a butter mountain). Meanwhile, the Forestry Commission is intent on massively increasing the forest estate of the country, and was cheered on its way by a report from the Centre for Agricultural Strategy which suggested a doubling of the acreage under trees. They point to our importing 92 per cent of our wood needs, at a cost of £2,300 million in 1978. However, the prospect of this scale of planting does not cheer conservationists, who despair of the Forestry Commission or the private forestry industry eschewing deadly monoculture. The anxiety is that yet more Sitka spruce and pine will march across the landscape in wearisome uniformity. About 85 per cent of the

Forestry Commission plantations are of conifer.

Christopher Hall, who has campaigned for the Rambler's Association and the Council for the Protection of Rural England, and now reviews the rural scene from *The Countryside* editorial desk, is the staunchest of the industry's critics. "I see no great change in the Forestry Commission's policies," he says.

And Lady Sayer, for 20 years chairman of the Dartmoor Preservation Association, and now one of its patrons, would probably agree. She has just seen the DPA lose a fight to stop a Forestry Commission sponsored scheme to afforest three sites at Burrator. "We have to fight over every stretch of wild, open space that we have. And I speak as a grant planter of oaks: I love the oakwoods in the Dartmoor Valleys."

The difficulty is that agricultural land is now absurdly expensive and, what is worse, financiers are not Methuselah. Tree growing becomes a quick-kill business on marginal land much needed for its wild quality. "I'm absolutely certain that my grand-son and his son would prefer that I had planted broadleaf," says George Holmes, director general of the Forestry Commission. "But the economic case is much more difficult." Oak, for instance, shows no return at all for 50 years, and its major return must wait 150 years.

Confessors show their first small return after 15 years; and their major return after 40 or 50. The forestry authorities have the public's love of broadleaf woods on one side, and the Treasury's

passion for its three per cent, on the other.

There is an added peculiarity: no one seems able to put a cash price on something as far distant as a crop 150 years hence. Once, at least aristocrats had the confidence that their familial interests would be alive and kicking when even the mightiest oak had come to maturity, but modern economics have brought the dreaded conifer to within sight even of Longleat House, much to the sadness of the Marquess of Bath, a noted tree-lover. "I'm not in charge now, and it wasn't my decision, but I'm afraid that's what money does."

Between the price of land and of money, forestry has become a very quick business. As such, it attracts pension funds and investors who would otherwise have to pay a great deal of tax: private forestry firms have sprung up to help the rich take advantage of the tax concessions forestry attracts. Whilst ordinary people know that the only sensible economic decisions are taken as though grandchildren matter, governments and the market tend to have shorter horizons.

Economist Robert Miller, in an *Institute of Economics Affairs* paper, *State Forestry for the Age* insists that if trees will matter 50 or 100 years from now — for instance because of a world timber shortage — then some entrepreneur will put a value on that, and do it now. He argues for the complete privatization of the Forestry Commission.

All this is ambrosia to a Government which enjoys the idea of the unseen hand, and which has insisted that some of the restraints on farmers grubbing up woodland be loosened and has required the Forestry Commission to sell off £40m of land and plantation in the next few years. It is unlikely those acres will fall to owners less profit conscious than the state forestry service.

These tendencies add up to the likelihood of more blanket conifer plantations, a greater emphasis on arable land over woodland and even less chance for broadleaf trees.

Meanwhile George Peterken and other colleagues are discussing the idea of classifying certain woods as more important for conservation than for timber. The Countryside Commission, the official custodian of our landscape and of the population's right to despoil itself therein, seems to be keeping a rather low profile on the subject. A paper on its view on forestry is expected soon; but there is a deal of internal debate on the proper strategy to adopt. The commission had steeled itself to suggest planning controls over foresters — as many would like to impose on our unfettered farmers.

There are plotters of good news: Richard Mabey has just bought a local derelict coppice, which he hopes will one day become a community wood, and other once-coppiced woods do fall to conservationist hands. Perhaps the ecology movement will ever spawn the new peasantry which will work them. But it will take positive decision-making to lay down the beech, ash, lime and oak our children's children will probably need for making things, and will certainly need for their spiritual nourishment.

Richard North



The luxury of water: a ramshackle village near Delhi.

Bad drinking water causes diarrhoea, infective hepatitis, typhoid, cholera and guinea worm. Every year an estimated six million children die from diarrhoeal diseases.

Lack of water for washing is a prime cause of trachoma, scabies, yaws, leprosy and conjunctivitis. Worm infections are the result of bad sanitation; tuberculosis thrives in dark, ill-ventilated spaces; the absence of screens and netting facilitates the spread of insect-carried diseases like malaria and elephantiasis; garbage attracts rats which transmit bacterial food poisoning, typhus and plague.

All that is compounded by the prospect of still worse overcrowding. The accompanying table shows not only the formidable scale of population increase in the world's largest cities, but also how the pattern of urban expansion has shifted from Europe and America to the Third World.

Yet according to a 1973 World Bank report, in Cairo only the wealthiest 10 per cent could afford public housing. In Manila, even with extensive subsidies, such housing was beyond the

means of half the population. In Karachi and Guayaquil, a third of the inhabitants had no hope of affording even the cheapest house or building plot.

"Cities and populations continue to grow; money and political will are lacking", the Earthscan report concludes. "Despite Habitat, most governments fail yearly

further behind on their pledge to help house the poorest."

"Shelter: Need and Response; housing, land and settlement policies in 17 Third World nations. Jorge Hardy and David Satterthwaite. John Wiley & Sons.

John Young  
Planning Reporter

Population in millions	1950	2000
New York-New Jersey	12.3	31.0
London	10.4	23.7
Rhine-Ruhr	6.9	23.7
Tokyo-Yokohama	6.7	23.7
Shanghai	5.8	32.4
Panama	5.5	20.9
Buenos Aires	5.3	19.0
Chicago-NW Indiana	4.9	18.8
Moscow	4.8	16.4
Calcutta	4.6	15.7
Los Angeles-Long Beach	4.0	13.9
Osaka-Kobe	3.8	13.7
Milan	3.6	12.9
Bombay	3.0	12.7
Mexico City	3.0	12.1

NS: Both the 1950 and the 2000 population figures refer to the "urban agglomeration" (usually the same as the metropolitan area population). Projections for the year 2000 are based on past trends and the country's economy, population growth and population movement. SOURCE: Table 8, urban, rural and city population 1950-2000, as assessed in 1978. United Nations (ESA/P/WP.60).

## Civil rights

## Still no sexual equality

British homosexuals are welcoming the recent decision by the Parliamentary Assembly of the Council of Europe that the 21 member states should stop discriminating against homosexuals. The United Kingdom's law and practice are among the worst in western Europe. There is, however, a widespread belief that British homosexuals have no cause for complaint, as the 1967 Sexual Offences Act is thought to have ended the persecution of homosexual men in respect of their private lives. The continued campaigning of homosexuals is therefore considered unnecessary and offensive. Are those attitudes justified?

Many homosexuals would answer "no", for they experience the limitations of the present law and the inequitable treatment which homosexuals are liable to receive from members of the public, ranging from people in authority to murderous young thugs. British law and practice are out of line with the law and practice prevailing in western Europe and much of north America (whether one thinks of traditionalist Quebec or "twenty-first century" California).

It is in communist states that homosexuals are treated as they are here. For the state to interfere in people's private lives as much as it does here may be acceptable to totalitarians but should not be tolerable in a country which affirms the freedom of the individual.

The campaigners' basic arguments are that homosexuals are a minority of ordinary people who differ from the majority only by their emotional and physical orientation towards members of their own sex and that the present discrimination against them is unjust and unnecessary.

It is natural for most people to be heterosexual but homosexuality is as natural for members of the homosexual minority as heterosexuality is for members of the majority. It is normal for human societies to contain homosexual minorities. In many societies homosexual relations have been accepted and in some they have been esteemed.

In Britain, however, youths and girls who realize that they are homosexual know also that society gives hardly any recognition to the fact that their homosexuality is natural for them. Society promotes heterosexuality so overwhelmingly that often the parents, friends, colleagues and employers of people whose homosexuality becomes known reject them totally, with the result that the fear of causing such intense antagonism and losing one's job causes many homosexuals to conceal their true nature from adolescence onwards. The longer they live a lie the more they harm their personality and integrity.

The criminal law discriminates against homosexuals in four main ways. Homosexual relations are still illegal for men under 21 throughout the United Kingdom. As sexual orientation is fixed well before puberty, and as youths can be protected by law from assault and improper influence by teachers and other persons in authority just as girls can, the minimum age for homosexual relations between males should be 16 — which it already is for heterosexual and lesbian relations.

Second, homosexual relations are still illegal for men over 21 in Northern Ireland; a gross anomaly.

Third, the law still treats as criminals members of the armed forces — men or women — who have homosexual relations with fellow members or civilians, although it does not prohibit heterosexual relations. It still bans merchant seamen on a British merchant ship from homosexual relations with fellow seamen on board ship, prohibitions which are excessive because good discipline could be adequately protected without treating people as criminals.

Fourth, in the definition of privacy, and in other ways too detailed — for this space, the criminal law discriminates unnecessarily against homosexuals. If it treated homosexual and heterosexual relations alike, the police, the courts, and penal institutions would have much less to do in the delicate area of sexual behaviour yet there would still be adequate protection for those who did not consent to sexual relations or were too immature to give valid consent.

To change attitudes is a task related to the effort to change the law but distinguishable from it. At present many people have gross misconceptions about homosexuality. For example, it is often said that homosexuals are likely to molest children. In consequence, able homosexual men and women have been dismissed from a variety of jobs — such as teaching children, working on buses which convey children or doing manual work in holiday camps — merely because it became known that they were homosexual and despite the fact that there had been no complaints or cause for complaints about their behaviour.

In fact, the vast majority of homosexuals are attracted to people of roughly their own age just as the vast majority of heterosexuals are; moreover, most child-molesters are heterosexual. It would therefore be as sensible to dismiss heterosexuals from jobs in proximity to children and young people as to dismiss homosexuals from them.

The law should ensure that sexual orientation should not in itself be the ground for refusing to take on or keep an employee. Children and young people have the right to protection but this right does not necessitate discrimination against homosexuals as such, just as the right of girls to be protected from incest would not justify separating their fathers and brothers from them.

Every week cases are reported of youths and men violently attacking people who are believed to be homosexual; some attacks culminate in murder. Queer-bashing is a sport widely practised by young thugs, often tolerated by their parents and sometimes stimulated by emotional reports in newspapers. Indiscriminate hostility to homosexuals is sometimes expressed by people in authority, such as judges, police chiefs, and politicians, including the deputy mayor of a northern town who declared at a council meeting this year homosexuals were sick people whose sickness could be cured by a 303 bullet through the head.

The effort to get more humane attitudes is no easy task for the advocates of the right of homosexuals to be regarded as ordinary fellow human beings. That is why they welcome the support of the Parliamentary Assembly.

Peter Campbell

The author is membership secretary of the Conservative Group for Homosexual Equality.

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# The perils in Britain's economic experiment

by James Tobin, yesterday's winner of the Nobel prize for economics

Yesterday Professor Tobin of Yale University was named as winner of the 1981 Nobel prize for economics. Today the Conservative Party conference debates economic policy. This singular connexion gives point to prophecies Professor Tobin made in July 1980 when he was asked to give his views on monetary policy to the Treasury and Civil Service select committee.

The United Kingdom has embarked on a very interesting and risky experiment in macroeconomic and monetary policy. In Germany it does not seem that they have carried out an experiment of this kind, getting back from quite a high rate of inflation to a lower one purely by monetary means. Professor Friedman said it does not take all that long, it only takes three years. Three years is quite a long time. This kind of experiment amounts to what is sometimes called a credible threat policy. That is to say to the private economy: "We are determined and resolute that monetary demand will be disinflated at a pre-announced schedule regardless of the transitional consequences".

The hope of the protagonists of that policy is that it will so melt the existing core of inflation in the economy that the response to it will be much quicker than one might have expected in the past. If the policy does not do anything to the domestic sources of the inflation rate, or do very little to it, within a year or two, and if during that period there is really no abatement in the decline of employment and the stagnation of production and investment then it would begin to wonder if the experiment is whether the experiment is going to work.

The theory that one might regard as underpinning the present policy says that when you have made the public threat about never giving in then the response will be quicker than past estimates of it would suggest, because the unions, managements, workers, private sector agents all over the economy, will feel that they are not going to be bailed out by compensatory

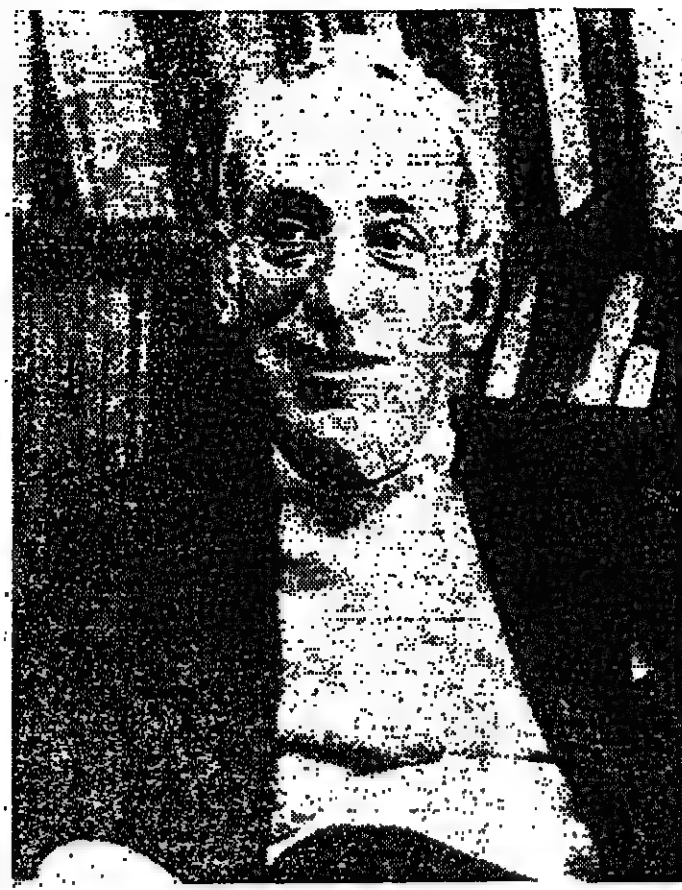
or accommodative monetary and fiscal policies in the future and that will make them disinflate faster. I am quite sceptical. That kind of threat is a threat to everybody in general and nobody in particular.

If you do not rely on some strong expectations effect of that kind then one cannot be very optimistic about the speed of the response to a purely monetary disinflation. The problem about expecting that to have its impact in local markets, in the local levels of the shops and firms and unions and industries where prices and wages are actually made is that they are not playing a game just with the central bank.

Those people are playing a game with other workers, other firms, the rest of the private economy. They are going to be concerned about whether anybody else is going to respond to that threat. In that kind of game their main concern is about how they stand in wages and prices relative to other people whom they regard as important reference groups for themselves.

They will calculate, not knowing what the rest of the private economy is going to do, that the safest thing may be to let those other people do the disinflating if anybody is going to do it at all. If everybody calculates that way then nobody will disinflate.

It is like people who are watching some kind of spectacle in an arena and they are all standing up to see better. When everybody stands up they do not actually see better, but the question is who is going to sit down first. With a general threat, not every body sits down. It does not work very well in school classrooms and it may not



work very well in a modern economy.

One could estimate the cost (of the policy) in terms of lost output and employment, in terms of the excess unemployment and excess capacity of industry that is idle because of the policy during the transition period, however long it may be.

Then the main issue becomes whether that cost is worth paying in terms of the outcome in inflation abatement which occurs during that time, especially whether there is light at the end of the tunnel, whether you can see the way toward a recovery in which the losses of output, employment and investment — which is a long run loss — are reversed.

Damage to the formation of capital in the economy is a permanent loss of a policy which is damaging to the long run prospects of the economy.

Those costs can be measured and the ultimate judgment that parliamentarians and the electorate must make is whether the gains in terms of inflation reduction are worth it. But to do it without any prospect that there would be a recovery, a revival, that investment will turn up again, that would be paying costs with very little hope of future reward.

When you disinflate the total amount of monetary demand in the economy a larger part goes into output reduction and the reduction in the rate of inflation is a small fraction.

So for America the evidence of the past is that an extra point of unemployment for a year would reduce the ongoing domestic rate of wage and price inflation by maybe a third of a point or at most a half of a point. That means you need a lot of unemployment to get rid of five points or six

points of an ongoing inflation rate.

I have seen conflicting estimates of what the corresponding coefficient for that is in the United Kingdom. Some are about the same as for the United States, others saying that the response is quicker in the United Kingdom than in the United States.

The idea of what is a safe level of unemployment that can be aimed at by policy makers drifts upwards all the time after each bout of monetary restriction. In the next business cycle what is regarded as a safe level of unemployment is higher than it was in the previous occurrence. I would not be surprised if that happened here.

There may be a kind of self-fulfilling prophecy involved in this business that if you experience higher rates of unemployment for long periods of time then the general notion of what is a normal rate of unemployment rises and you will never get back to the lower rates that were experienced previously.

The public, at least the American public, never believes that unemployment is a solution to inflation and they are right not to believe that. It is crazy to have to go through that kind of process in order to get the rate of inflation down.

When it comes to recovery, I can imagine that you eventually return to a state of normal growth of real output, but at a lower level at which there is less capital and more unemployment, so that you never make up fully for the period of lower than normal growth that is occurring now.

So you must distinguish between whether you are going to get back to a track which restores the losses due to this transition or whether you just get back to a track which has the same slope, the same kind of upward growth, but is at a lower level than it would have been otherwise.

I do not, moreover, think that recovery happens automatically, that just having a lower rate of inflation in-

creases demand or starts making it grow. I have heard it said that just having a lower price level relative to the amounts of monetary wealth in the economy makes people wealthier because they have sterling assets and when the purchasing power of the sterling assets is greater, that will lead them to do a lot of spending that they would not have done at higher levels of prices.

That occurs in macroeconomic textbooks, but I would not rely on that as a practical matter for solving aggregate demand problems in an economy. It is not that sure and it is not that much.

The idea that you leave money supply to determine employment and everything we want is burying your head in the sand.

In general, it is not possible for a government in a democracy to say: "Our

The public never believes that unemployment is a solution to inflation, and they are right... It is crazy'.

only business in economics is to give money and then you can decide both short run and long run by the workings of the market how much employment results from that, how much growth results from that, how much output results from that, how much inflation results from that."

In the end the country holds statesmen responsible for economic results and not economic results purely in terms of prices and money supplies but in terms of employment, jobs, output, investment, growth.

You may not be able to get full employment, stable prices, everything else we want in terms of Government policy all at once. But that does not mean that we should not have some objectives in regard to employment and in regard to growth of output.

Henry Fairlie

## How American kindness can be dangerous

Washington

It has sometimes been difficult in the past week to remember that Anwar Sadat was not an American, and even that he was not a good Republican who could be trusted to vote the right way about abortion. In the press, on television and in the talk of policy makers, one has kept hearing a strange complaint that Egypt was not mourning him adequately.

As one watched and read and listened, it seemed not to occur to anyone that Sadat may have been shot, however irrationally, for the same reason that the Shah was deposed: that he seemed to have become an American. If the Americans do not have many good allies around the world, one began to think, perhaps it is because they will not recognize allies until they have turned them into Americans.

The phenomenon of anti-Americanism may not be a protest against American power, wealth or policies so much as a stubborn resistance to the American way of appearing to take over all other nationalities, cultures and races and creeds, and especially their leaders.

After the fall of the Shah, the coming of the Ayatollah, and the seizing of the American hostages in Tehran, one could not help observing that everyone in Washington was speed reading the Koran. The only difference in the past week has been that the Koran is now assumed to be American, like the Bill of Rights, even the *Moby Dick*, and just written in the wrong language.

Take the business of assassinations. There is nothing that Americans like more than a good, brisk assassination somewhere else in the world, so that they may say "et tu..."

Americans are very ecumenical about assassinations. They like to believe they can embrace them all. Let one foreign leader be shot at 9am Eastern Standard Time and one knows that by 9pm Central and Mountain State Time there will be a documentary about the shooting of Abraham Lincoln and Martin Luther King Jr.

But Americans like to do the funerals for other people. They are very generous that way. They really do not mind the expense and want to be sure that the Egyptians, or whoever it is, will really do it to style.

So they pack Air Force One with jelly beans, three former Presidents and one former President's wife, to say nothing of one former Secretary of State and of course the present Secretary of State, and then throw in the Secretary of Defence, three senators and three members of the House of Representatives, and who else but Steve Wonder, identified as "the singer-composer" in the list of mourning dignitaries compiled by Associated Press and printed in *The New York Times*.

That is not even the complete list of the Americans who travelled to pay their last respects.

Oh, and Britain sent along Prince Charles. That was rather jolly of it, especially as it also threw in a former Prime Minister, whom Associated Press might have taken the trouble to identify as the father-in-law of Peter Jay, whom it also could have taken the trouble to identify as the former ambassador to Egypt, of course, America. And the Netherlands sent along a Prince Claus. But the Americans also threw in Jeanne Kirkpatrick, ambassador of the moral majority to the United Nations.

By Sunday it was clear that

the funeral of Anwar Sadat took place on Air Force One. It was rather decent of the Egyptians to go to all the bother of getting out their troops as a guard of honour for the three former Presidents. Foreigners can be very nice, when they behave like Americans.

By Monday the funeral was over. But the Americans — one really cannot bear them in their generosity — then staged the resurrection. Former President Ford and former President Carter had agreed that America should talk to the PLO. Former President Nixon is meanwhile wandering around somewhere in the Middle East initiating former Henry Kissinger in shuttle diplomacy. Former first lady Rosalynn is meanwhile on a secret mission to present first lady Nancy, who of course organized the wedding of Prince Charles, who was allowed to attend Sadat's funeral because the Americans do not really mind that he once wrote a revisionist defence of George III.

Americans are so big. They have such huge hearts. The former fell because he became American. Sadat was killed because he became American. And now they will do it all over again, not minding the expense, for the leader of the PLO. If one were the leader of



Yasser Arafat next for an American kiss-over?

the PLO, one could run for cover. Americans do not seem to realize why their kiss is the kiss of death.

It is this that makes one shudder. The next great American takeover has already been put into motion — in mid-air — while they are burying the victim of their last takeover. There is only one thing to do — isn't there? — now: make Americans out of the PLO. America does not kill with bombs, America kills with its kindness.

The world would like to trust America, but it does not, because America does not trust itself. Politically, America is sound. Judiciously, America is sound. Economically, America is sound. Even morally or socially, America is sound.

Culturally, America is a disaster. Its poets, novelists, artists, intellectuals, thinkers, its dreamers: none of them in the end believes in America. Somewhere else in the Old World which they left — in Europe, in Vietnam or Islam or China — lies a truth which it is for them to discover, because they do not believe that their own truth lies here in America.

Why do Europeans not understand Europe better than they themselves have yet managed to do? That is the same question that Americans appear to put wherever they go in the world. Then they wonder why a quarter of a million Germans held an anti-American demonstration at the same time as they were burying Sadat.

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## An Arab lesson Sadat chose to ignore

Anwar Sadat would not have wanted to compare his life with that of Mustafa El-Nahas, but the two men did with appropriate and deadly symmetry into the pattern of Egypt's violent nationalist history. El-Nahas was the Wafdist leader who refused to accept British sovereignty over Egypt and became the idol of Egyptian youth in the late 1920s. Sadat was the man who refused to accept Egypt's constant defeat at the hands of the Israelis and who achieved, for a few incredible years, the status of a great Arab warrior.

But the two men share another, more disturbing parallel. In 1942, as Rommel's armies threatened Egypt, the British forced a pro-allied Wafdist government upon the supine King Farouk and prevailed upon El-Nahas to take the post of prime minister. The leader of one burgeoning Egyptian terrorist gang immediately denounced him as a traitor to Egypt and the Arab cause. El-Nahas's enemies planned his assassination and managed to murder his finance minister in a well-planned ambush in Cairo. There was a lesson here for Anwar Sadat, but he chose to take it. In the Arab world, El-Nahas's name still provokes gestures of opprobrium almost identical to those which were heaped upon Sadat's memory by his enemies as the white gravestones sealed the murdered Egyptian

president into the earth on Saturday afternoon.

Like El-Nahas, however, Sadat was also regarded as an essentially parochial leader by neighbouring Arab nations. While the American television networks and Western newspapers projected him as one of the twentieth century's most courageous leaders, his fellow Arabs never saw him in so visionary a light, even before his trip to Jerusalem when his military achievements were still lauded in Damascus and Baghdad. Thus on Saturday, as the Presidents of America and the premiers of the Western world paid their homage to his memory at Nasser City, the funeral was the third item on Syrian radio's afternoon news bulletin.

Of course, there was much spite in all this. If Sadat's assassination was of so little importance to his Arab enemies, they would not have engineered such noisy demonstrations of joy at the news of his murder. Nor would Libya have broadcast such ferocious anti-semitic sentiments on Saturday although this tells us something about the state of Colonel Gaddafi's mind. But it is important to realize that within the Arab world, the man whom the West revered as a hero of peace was never held in any kind of international esteem even by those who admired him. For this reason, his death is unlikely to provoke the sud-

Hosni Mubarak, yesterday elected President of Egypt, is expected to follow the policies of Anwar Sadat. But Sadat, for all his strengths, argues Robert Fisk, had weaknesses as an Arab leader.

den, dangerous shifts in Arab policy that both superpowers fear. Perhaps the Arabs did not want to believe that Nasser's successor could be anything but a parochial man, and perhaps they also knew him too well.

In one way, his misdeeds were not political. It was bad enough for Nasser's descendant to make peace with Israel. But Sadat did something more serious than this: He turned away from the consensus of opinion, the *Imzani* in Arabic, which is so important in a Muslim community. By breaking ranks with his Arab brothers, he became for many of them a *Harajite*, a seceder from the ranks of the faithful. That Sadat declared himself a pious Muslim did not alter this fact in the eyes of his opponents. His misdeeds were thus theological as much as it was political, which was why so many mutually antagonistic Arab states were able to gather in Baghdad after Camp David to condemn the Egyptian president.

The Baghdad summit was a clumsy, awkward and tense affair — no one felt this more than Saudi Arabia — but the meeting was essential for reasons that many people did

not appreciate at the time. After that summit there was talk among the Arabs of delegations of assassinating Sadat. It was for the most part the product of anger, but it was significant, since it showed that the Egyptian president was already considered a possible sacrifice.

The West largely misunderstood this deep sense of betrayal in the Arab world, choosing to believe that Arab fury had been provoked by Sadat's political courage. In fact, the contrary was true. In the eyes of his Arab neighbours, Sadat's political isolation was a curiously impressive phenomenon. Publicly despised though he may have been, he was a faithful and silent ally against the forces of Islamic revolution that seemed to threaten Iraq and the Gulf. Sadat's loneliness allowed him to say things which many Arab leaders were too weak or too frightened to acknowledge. The Gulf could rely on Sadat's support to keep Libya in check, just as it could count on Egypt to oppose Soviet expansion in the Horn of Africa. Even the Palestinians, though they would never admit this,

believed that Sadat was at least consistent in his demand for a Palestinian autonomy even if he was not successful.

This may sound ungenerous, since the critics have come from men like Saddam Hussein of Iraq, whose savage dictatorship made Sadat's Egypt look like a Swedish-style democracy. But there was a peculiarity about Sadat that his fellow Arabs never forgave. He seemed to be playing to an audience rather than governing a country, to be preparing his lines for Barbara Walters or for a *Time* magazine interview rather than disentangling the chaotic economy of his overpopulated and desperately poor country.

Sadat's presidency had become a form of theatre, played out for the benefit of Western admirers. There was an illustration of this as far back as 1976 when the Press were summoned to his Islamicist residence for a meeting with the President. Sarkis of Lebanon whose country was being torn apart in a civil war, the pipe-smoking and avuncular figure of Sadat welcomed him to his villa in the dusk on a wicker armchair waiting for his visitor. The cameras recorded this almost pastoral scene, and when Sarkis arrived Sadat led him gently by the arm into his villa. It was a gentle,

### Winchester College lands Ionesco

Something of a coup for Winchester College and King Alfred's College, Winchester, who have managed to entice Eugene Ionesco, the Rumanian-born French playwright, to attend the English premiere of one of his more recent plays. Ionesco, aged 68, will make his rare visit next week when a small Parisian-based theatre group, Art and Progress, give three performances of *Parlons Francaise* at the theatre in King Alfred's College.

Yesterday, Mr Alan Conn, deputy head of modern languages at Winchester College, who will entertain Ionesco during his three-day stay, told me that the visit had come about in a "completely fortuitous" manner. "It was simply that a colleague's wife knew somebody connected with this theatre group. I think they gave the director my name. They wanted to come to England. We jumped at the opportunity."

Ionesco, he explained, prefers his work to be performed in the more intimate atmosphere of small theatres. The play, which was well received in Paris and has since toured the United States, looks at the hazards of teaching French to Americans through an encounter between a language school principal and a variety of students.

### Dismembership

When Groucho Marx made that celebrated remark about not

wanting to be a member of a club that would admit him, he could not have had in mind The Dungeon Club, because it did not exist. But I am sure he wouldn't have wanted to be a member anyway.



Mary, Queen of Scots: a victim

The club was formed last January after a party at the London Dungeon held in honour of that is the right word, of descendants of some of our great torture victims — Mary Queen of Scots, Watt Tyler, Guy Fawkes, Sir Everard Digby, William Wallace plus more "ordinary" martyrs like horse thief Isaac Hingworth, who was gibbeted alive in Halifax in 1641. These descendants got on so well that they formed themselves into a club and have been meeting regularly ever since.

Now I hear that the club wants to extend its membership to descendants of the torturers.

### Dirty George

Who is behind the Tory dirty tricks department seeking to discredit Edward Heath? The answer appears to be George Gardner, the right-wing MP for Blackpool yesterday: pinned to his breast, beside a Monday Club badge announcing support for Mrs Thatcher, was another confessing membership of the DTD.

His secretary Christine Brown designed it and had it cast by staff on the Young Conservatives Stand, where badges are made to order. By last night, the DTD legend was selling well amid rumours that a rival product is about to be marketed by Tory Central Office.

Gardner, the former journalist and an early biographer of the Prime Minister (Margaret Thatcher: from Childhood to Leadership) denies that he has become a Heath-baiter. "We are taking the mucky out of these ludicrous allegations that there is a campaign to discredit him. What is he up to by making them? I don't think he has ever dropped or forgotten the idea of a government of national unity which he floated on the eve of the October election in 1974. Would he now be averse to a situation in which the SDP holds the balance? One wonders."

### Time, not tempo

I had thought that stop-watches were only used by athletics statisticians, but now I hear that music critics are falling back on

## THE TIMES DIARY



For those whose taste runs to collecting the apparently uncollectable, some particularly desirable items are up for auction. Sotheby's next month, nine supposedly "classic" examples of "disfranchised mail".

The letters, from the Rev. Justin Perkins, an American missionary in Persia in the nineteenth century and others, were officially disfranchised to guard against the possibility of transmitting cholera and other dangerous fevers which were widespread in Europe and the Middle East at the time.

I understand that such letters were either opened, cut or placed

with special footers and exposed to sulphur fumes, or disinfected with vinegar or similar substances.

According to Otto Hornung, my source and the author of *The Illustrated Encyclopedia of Stamp Collecting*, "such mail items were marked with special cachets stating for instance that the letter was disfranchised only from the outside or on the outside and the inside as well."

He adds that it is practically impossible for a young philatelist to form a specialised collection of disfranchised mail because it is scarce and expensive (the nine letters are expected to fetch in the region of £3,000). Given the mail's disease-ridden pedigree I'm surprised they're not giving the stuff away.

It is... very, very slow... To spend 18 seconds getting from a C to a B flat is excessive even in a symphony by Mahler. (Come to think of it, this bit is more like cricket than athletics.)

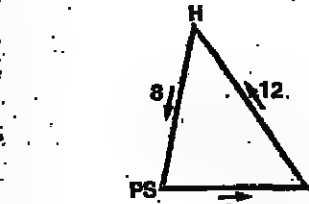
The criticism is especially surprising since Abbado's recent prising reading of Mahler's fifth was widely acclaimed, as were his previous Mahler records. But Osborne's review is the first to appear, and I understand that it may therefore have a sharp effect on sales.

### A to B, by DOE

I warn you to begin with that I do not have an A level in geometry, and for this piece it would

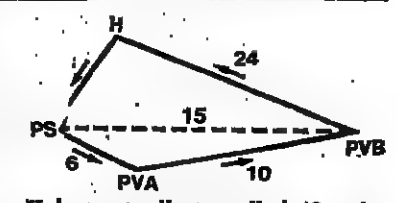
definitely help. The Department of the Environment and the Department of Transport have just issued a booklet under the supervision of Mr P. F. Ennals, Director General of Organisation & Establishments, "in clarification of those rules pertaining to the payment of mileage allowances for official travelling." Oh yes. Stick with me, if you can. The booklet, nine pages of it, becomes gradually overwhelmed with even more amazing diagrams, like instructions for how to do Rubik's cube.

It starts simply enough.



What this means is that the poor soul started his journey at home (H), travelled to his Permanent Station (PS), visited place A (PVA) and then went home direct. 26 units were travelled but only 11 may be claimed, the distance from PS to PVA and back. Fair enough.

Now a second example. Suppose the officer travels from Home to Permanent Station, then to place visited, A, then place visited B, then returns directly home, a in this diagram.



He has actually travelled 48 units but can only be paid for PS to PVA and back to PS 6+10+15=31. OK? Well, this is where it gets really fun.

All this only applies if the civil servant takes his own car on a journey that could be done by public transport. When the journey can't be done by public transport, a different calculation applies.

In the last diagram, for example, when there is no public transport, the calculations would be as follows: Home to PS to PVA = 14 units actually travelled but people may only claim for PS to PVA plus 1/2, in this case 6 + 2 = 8.

PVA to PVB = 10 units, actually travelled so 10 can be claimed. PVB to home = 24 units actually travelled but limited to PS to PVB + 1/2 = 15 + 5 = 20.

So for the total journey of 48 units this time, 38 may be claimed, not 31.

You will believe me, I know, when I say that this only takes us half way through the clarification memo: it gets even more complicated, especially when the poor, lost civil servant is unfortunate enough to go straight to PVA from home without checking in at his PS first.

Mr Ennals says that the memo will lapse in 18 months.

Peter Watson





P.O. Box 7, 200 Gray's Inn Road, London WC1X 8EZ. Telephone: 01-837 1234

## THE LEGACY OF PEACE

The concern felt by both Egypt and Sudan over possible Libyan moves in the aftermath of the Sadat assassination is understandable. Few Arab leaders were more vociferous in their opposition to President Sadat and all he stood for than Colonel Gaddafi. The Libyan leader is not the omnipresent bogeyman some members of the Reagan Administration imagine him to be, although it suits both Egypt and Sudan to represent him in that light. None the less, he is capable of causing instability in North Africa and the Middle East, and of going some way toward undermining America's allies in the region.

The United States should try to prevent this. But it is not enough for Washington merely to identify Colonel Gaddafi as the enemy of Western interests in the Middle East. It must also take a hard and careful look at what those interests are, and whether they need to be reassessed. The notion that President Sadat was a man of straw, and that America was wrong to invest so much in him, is attractive to those who have opposed the peace process all along. They are now able to claim that the man who dared to betray the Arab cause by making peace with Israel was doomed to die at the hands of his own people, and be buried unmoored. But this is a self-justifying argument. The absence of public grief in the streets of Cairo does not necessarily show that the Muslim fanatics who wished President Sadat dead reflected the will of the majority.

A more plausible explanation is that President Sadat's failure to tackle the extremes of Egyptian poverty, or even to improve significantly the lot of the average citizen, detracted from his achievement in bringing Egypt military self-confidence in 1973 and the advantages of

peace thereafter. That achievement remains. Most Egyptians — while still waiting for the promised economic benefits of peace — are tired of taking the brunt of conflict with Israel on behalf of the Arab peoples, most of whom have not suffered a fraction of the human cost borne by Egypt.

For this reason alone the Egyptian-Israeli relationship remains well-founded. There is uncertainty over the transfer of the remaining portion of Sinai by Israel to Egypt in April of next year. But Mr. Begin and President-elect Mubarak used the occasion of President Sadat's funeral to make each other's acquaintance, with a view to embarking on a period of negotiations, both on Sinai and on the thorny question of Palestinian autonomy on the West Bank within the framework of Camp David. Provided the United States now puts pressure on Israel to make concessions at a time when the new Cairo leadership is weighing its options, the peace process could be given a new lease of life rather than put into cold storage or even abandoned.

There remains the danger that the Reagan Administration will miss this opportunity. It has until now tended to see the Middle East in terms of military arrangements designed to counter Soviet influence. One of Washington's first responses to the murder of President Sadat was to announce the holding of military exercises in Egypt and the Gulf next month, coupled with deliveries of quantities of arms to Egypt and the Sudan. While this is a welcome demonstration of American resolve at a time of crisis, it appears to many in the Arab world as proof of America's desire to dominate the region.

The United States must therefore combine its show of strength with a reexamination

of its tendency to analyse the Middle East in terms of "friends" and "enemies". In particular it needs to address itself to the problem of taking the peace process further by involving the Palestinians. This means, as former Presidents Carter and Ford have acknowledged, involving the Palestine Liberation Organization — which must, however, come round to recognizing Israel's right to exist within secure boundaries.

It also means involving those Arab states which have in the past derided President Sadat's peace efforts in public, but whose interests do not necessarily lie with the radical Arab cause, let alone with the Soviet Union. Mr. Mubarak has in the past shown himself to be the kind of leader who might well want to end Egypt's isolation in the Arab world by reopening links with fellow Arab states. But, as Mr. Haig has pointed out, a partial Egyptian return to the Arab fold need not spell the end of Egypt's commitment to peace with Israel.

On the contrary, if Egypt can preserve its treaty relationship with Israel while re-establishing brotherly ties with Saudi Arabia or Jordan, the result would be to strengthen Western policy rather than weaken it. There are Arab leaders, Colonel Gaddafi of Libya is one — who do not appear to be open to persuasion. But if Washington is able to ensure continuation of the peace process by obliging Israel to make concessions and show flexibility, it will at the same time make it easier for the Mubarak Government at least to put out feelers to fellow pro-Western Arab states, and to demonstrate to them that peace brings results. That would not be to undermine the legacy of President Sadat, but rather to make it more durable.

## Engineering places in universities

From Dr Edward Parkes

Sir, I do not, in general, regard it as part of my job as chairman of the University Grants Committee to respond to erroneous statements in the press about the committee or its actions. I write, not in that capacity, but as an engineer much concerned about the future of his own profession. When the UGC considered how the university system might best adapt to the reductions in funding announced by Government earlier this year, it concluded that, in spite of the cuts, the number of engineering places should be increased. The committee has proposed a small redistribution of this increased number of places between the 42 universities which offer engineering courses. The increase and the redistribution were clearly stated in the July letter of guidance, which was made available to the press.

In detail, 15 universities were specifically asked to increase their engineering numbers, and a further nine were expected to do so. One university was asked to reduce its numbers, and a further 15 were expected to do so. Two universities were asked to reduce their numbers: no other reductions were anticipated. Press comment has been very largely to these last two institutions, and some commentators have been misled into speaking of an attack on technology when precisely the opposite is the case.

I am concerned lest the reputation of this university may discourage young men and women from applying for engineering courses. It would be a tragedy if the additional places, purchased at such a heavy cost to other areas of study, were to remain unfilled.

I am therefore writing, at a time of year when many young people will be considering university entrance, to assure them that the number of engineering places is being increased both relatively and absolutely. Yours faithfully, EDWARD PARKES, 14 Park Crescent, W1, October 12.

## Contracts for dons

From Mr Rowland Eustace

Sir, There are some important prior questions, to be answered about the tenure of academic appointments. For instance, about its length or level. Does it have to last seven years longer than a civil servant's: could it be limited to the starting grade, or be subject to probation by the curriculum of Fellow's work?

Still more important is to know what are the effects of granting any form of tenure. It has been believed both that Oxbridge was superior to the curriculum of tenure, and that Redbrick was improved by its extension. It is not self-evident that slower selection would improve later productivity, or certain that more has been discovered by those with tenure than by those without.

Though there has always been plenty of rhetoric, there is little knowledge about such things (which are relevant also to the formation of the whole of the professional classes). There are many ways of seeking evidence; there is now, for instance, much experience. Is there not a strong case for some research into this aspect of higher education? Yours, ROWLAND EUSTACE, Administrator, Institute for Research into Higher Education, Guildford, Surrey, October 7.

## Profit or conservation

From Mr Guy B. Charter

Sir, If the Wildlife and Countryside Bill passes the House of Lords in its present form, a farmer will become eligible for compensation for profits which he might have made if, but for the objects of conservation, he had been permitted to "improve" his land by drainage, tree-planting, scrub-clearance or similar activities.

If I apply for planning permission to build a multi-storey hotel on the site of my house, I will certainly be refused. Why should I be deprived of the profits I might have made from such a development?

Surely it would be only fair if the Government were to introduce a bill making all house-owners eligible for compensation if they cannot maximise the profit from their property because of environmental considerations. Yours sincerely, GUY B. CHARTER, 10 Wheatdock Mead, Redbourne, St Albans, Herts, October 6.

## High-speed train

From Professor N. Kurti, FRs

Sir, It has been pointed out to me that I was being unfair to the French Railways when, in my letter (October 2) I referred to the "specially built track" for the Paris-Lyon train Grande Vitesse, when in fact about one third of the run between Paris and St Florentin is still done on the existing track. I have no doubt that, as mentioned in your article of September 23, when the whole track is completed the average speed of the train will be not much below 150 miles an hour, i.e. about 50 per cent higher than British Rail's best present average speed — on an existing track. Yours faithfully, N. KURTI, Department of Engineering Science, University of Oxford, Parks Road, Oxford.

## Tory debate on economic strategy

From Sir Ronald Bell, QC, MP for Beaconsfield (Conservative)

Sir, The letter from four of my parliamentary colleagues which you printed today (October 13) was adept only in saying that a *Times* leader was cogently argued. Did they seriously believe that but for their letter the faithful assembled at Blackpool would not feel able to debate our future strategy without fear or inhibition?

What the signatories are saying is, "Stop, it's hurting too much" and that message is not concealed by the clatter of phrases. What in practical terms is meant by "a pragmatic Conservative economic policy benevolent to private industry" by "shortening the longest corner in the world" by "challenging the talents and meeting the aspirations of couples struggling with their mortgages and large and small businesses?"

And those who condemn platitudes should not be caught calling for "a more sensitive appreciation of the economic facts of life as known to millions of individual voters", which beats all for ornamental vacuity. We suffer, and for twenty-five years have suffered, from gross over-manning throughout the nation. We are paying a high price for that rather than for the remedy.

The question is simply, "Dare we postpone the correction till easier times?" Three times before this, in easier times, the nation turned away from the unfinished task. What would a fourth retreat mean for national morale, British industry and the future of the Conservative Party?

It is bad luck that a resolute government coincides with a world depression, but nations which evade issues must expect bad luck. Now squaring out remaining inflation, unemployment — but dare we defer it? "If not us, who? If not now, when?"

In my estimation few in the Conservative Party have changed their attitudes, but as the scene darkens some groggy border and others more worried. My four colleagues could have written their letter two years ago; and I might have written this one two years ago; but I have never pretended otherwise.

I have the honour to remain, Sir, Your obedient servant, RONALD A. BELL, House of Commons.

From Mr C. G. H. Allen  
Speakers at the Conservative conference will inevitably call for a relaxation of the Government's economic policies based on the argument that reducing unemployment has now become a more pressing problem than reducing inflation. The great fallacy of this argument seems to be that it is based on the premise that somehow the two are not closely linked.

What we are witnessing in industry today is a very belated recognition of the fact that we are one of the most overmanned industrial countries in the Western world and one of the least productive. If one adds to that the fact that since the last war our level of inflation has in most years been running ahead of our competitors, it is no surprise that we are being forced to reduce our overheads in every way we can.

High unemployment is in every

## Labour alternative

From Sir Leslie Smith

Sir, I believe there is now a growing need for a more public debate on a subject which I know to be under consideration in many British boardrooms. It is the subject of political contributions.

BOC International, like many major companies, has never contributed to a political party. We have taken the view that so long as the major parties accept either in principle or in practice, that a growing private sector was essential to the health of the national economy, we gained nothing by spending shareholders' money in this fashion. In addition, we have been concerned to add to the polarization of opinion by appearing to favour one political party over another.

It is now my strong conviction that we can no longer afford the comfort of this detached view.

The move of the labour party towards economic policies of the extreme left has been made plain. These policies are the reverse of what we have learned of the processes by which the wealth of the country is increased. They substitute state planning and state monopoly for an open market economy. They seal Britain off from the wider, international markets from which we draw so much benefit by way of investment, income and technology. They impose a sterile uniformity in place of individual motivation.

The immediate consequences

## Closed churches

From the Reverend Hugh Wilcox

Sir, Mr Peter Brooks (October 5) complains that in churches he has recently visited "there was no indication of where the key could be found". This is to assume that it is perfectly safe to leave a key for anyone who cares to, to collect.

We may presume that Mr Brooks is a trustworthy person, from the fact that he is a *Times* reader! But how is a keyholder to know whether the person calling for the church door key is genuine like Mr Brooks, an eager church visitor with the best of motives, or someone who has a van round the corner into which he will load everything of value?

Even if the visitor is trustworthy, what does he do if he is followed into the church by a gang of hooligans, determined to play football, or a dog lover who allows his dog to foul the church, or a tobacco addict determined to combine disrespect with fire risk? All these things and many more have happened in this church, and

sense of the word a very undesirable state of affairs but I think it would be wrong to look for a quick answer. Of course old-style rationing can provide a temporary respite, but one of the reasons why we are in our present situation is that we have tried that remedy too often in the past and it has always contributed to more inflation and more unemployment.

It is extremely unfortunate that the Government attempts to reduce inflation have coincided with a recession which has served to increase the level of unemployment. People are being asked to make sacrifices to achieve a lower level of inflation, but the problem is that many of them can't remember the overall prosperity which low inflation produced in the 1950s. So they complain when unemployment reaches a certain level and they ask for what? — more doses of the same palliative which in the past has only produced more inflation.

People ask for consensus politics — what does this mean? Inevitably policies which have been tried and failed in the past. After all, if any person or party had some new ideas wouldn't we all be prepared to give them a try? In economic problems require painful remedies. Unfortunately most of us seem to have lost the appetite for unpleasant medicine and cannot or will not accept that it offers the chance of success.

Pursuing consensus policies offers the chance of reelection for politicians. Thank goodness we have at least one politician who is honest enough to be pursuing policies which she knows are hard to accept, but she believes will bring long term prosperity if adhered to for a while longer.

Yours faithfully, C. G. H. ALLEN, 31 Campden Hill Road, W.8

From Sir Kenneth Corley

Sir, I have never had to run the country but I have had considerable experience in running a sizeable industrial company. As a result I know that a profit can turn into loss with frightening speed especially if orders disappear.

Conversely, it takes a dreadfully long time to turn a loss into a profit, simply because changes in policy, factory closures, redundancies, streamlining all take a very long time to become effective. A decision taken by a board of directors one day may take a couple of years to show its effect in the company balance sheet.

This raises the question of whether any government has sufficient time to produce results before it is dismissed and the next lot take over and put the whole process into reverse. Perhaps this is the most serious of our malaises because it is incurable. But I feel quite sure that those who clamour and demand change of direction because results have not been achieved after only two years, or even less, either do not understand what is involved or else are deliberately rocking the boat.

Yours faithfully, KENNETH CORLEY, Weyre, Walsdale, Seascale, Cumbria.

include the flight of foreign capital, the shrinking of our exports and the emigration of our most skilled — all of which will lead inexorably to an acceleration of our economic decline. The funds required to support the needs of education, social services and defence will be greatly diminished and increased unemployment, no doubt masked temporarily by additional state employees, is bound to follow. The damage is incalculable.

I do not think I exaggerate. History and the world around us provide examples in plenty of the economic consequences of the policies to which Labour is now devoted. If the threat was not political, it is clear that we would be failing in our duty to our shareholders and to our fellow employees if we did not do everything possible within the law to prevent such damage to our company.

But the threat is political and we live in a democracy in which the government, presumed to be acting in the national interest, holds sovereign power. Does this affect the performance of our duty, as we see it? Should our response include support for those political parties who would preserve the private sector?

I write in my personal capacity and in due course, my Board will make up its collective mind.

Yours faithfully, LESLIE SMITH, Chairman, BOC International Ltd, Hammersmith House, W.6.

## IRA bomb in Chelsea

From Dr Brian Harrison

Sir, In its statement issued through the Irish Republican publicity bureau in Dublin, the IRA takes responsibility for the bomb which killed one woman and injured 40 people in Chelsea on Saturday, and attributes this attack "to the state of war which exists between the British Government who occupy Ireland and the oppressed Irish people who strike out through the IRA."

I suppose those who direct IRA policy are now so insulated and out of touch with reality that there is no hope of persuading them how futile is any campaign of indiscriminate violence on the British mainland as a way of coercing the British people into neglecting the wishes (however misguided) which have been repeatedly expressed by the majority in Northern Ireland through elections referenda and even strike action.

But, just for the record, and in case there is anyone to hear, perhaps it is worth pointing out that such campaigns have been politically counter-productive and eventually abandoned several times in the past — in the 1880s, in 1939 and throughout the 1970s; that no British government could conduct a "war" unless strongly backed by members of the British public drawn from every political persuasion; and that, like the apocryphal "dirty protest" before it, such a squalid strategy lowers the dignity of the cause that is being promoted and denies all credibility to the IRA's claim that it represents decent Irish people.

Yours faithfully, BRIAN HARRISON, Corpus Christi College, Oxford, October 11.

From the Leader of the Greater London Council

Sir, Your report of my views on IRA violence (October 13) requires a detailed response to indicate the arguments that were omitted.

I abhor all violence. Murder on London's streets is shocking, and it is unacceptable. The bomb attack on Saturday emphasises that a permanent solution to the troubles of Ireland is essential, not just for Ireland itself, but for all parts of Britain.

The point that I was trying to make is that to seek to crush the IRA as if they were simply criminals or unatics will not work. It is the policy that has been tried for generations and still the killing persists. The IRA bombers and their supporters believe that they have strong political motives. For this reason, if one is caught others come forward to take his place. This is not the case with individually motivated psychopaths; once arrested, the crimes cease.

Government intransigence over the H-Block hunger strike intensified tension and sadly acted as a recruiting sergeant for the IRA. The Government tells us that financial support from North America increased when the deaths began. It is the support which enables the IRA to operate.

It must be obvious to all but the most stubborn that a political solution is the only way to bring about lasting peace. That solution will be hard to achieve, but we will not even start to find it if military action is our sole response to Ireland's troubles.

Yours sincerely, KEN LIVINGSTONE, Member of the Lobby, The County Hall, London SE1, October 13.

## Maritime policy

From the Parliamentary Under Secretary of State for Trade

Sir, I was surprised to see in Mrs Young's letter (October 5) that it was thought that I would "make policy" on maritime affairs but that Mr Eyre would be "the spokesman".

Mr Eyre was indeed the spokesman in the House of Commons, when Lord Trefgarne was the Parliamentary Under-Secretary of State with responsibility for these matters. However, following my appointment to the Department, the Secretary of State has given me special responsibility for maritime affairs, both as a "policy maker" and as a "spokesman".

Yours faithfully, IAIN SPRAAT, Department of Trade, 1 Victoria Street, SW1, October 6.

## Different date

From Mr K. J. Whinney

Sir, Please may I trespass briefly on your columns to correct two inaccuracies in Philip Howard's article of October 5?

He stated that 1879 was the year in which "Mary Baker Eddy invented Christian Science". First, Mary Baker Eddy did not "invent" Christian Science; she discovered it. Second, the year of her discovery was 1866, not 1879; 1879 was the year in which she founded The Church of Christ Scientist.

Yours faithfully, K. J. WHINNEY, 34 Southdown Avenue, N.3, October 5.

## Phun in the month

From Mr Bernard Levin

Sir, Mr Nigel a Brassard's letter today, (October 12) inquiring as to the correct pronunciation of Bertie's surname, overlooks the fact that Bertie himself settles the question in *Carry on Jeeves*, where he tells of a cove hight Kegworthy who, on being introduced to him, asks whether the name is spelt W-o-r-c-e-s-t-e-r.

Pepsys, now... I was, Sir, your obedient servant, BERNARD LEVIN, 10 Devonshire Place, W1, October 13.

## ONCE MORE UNTO THE IRISH BREACH

The new Secretary of State for Northern Ireland gave his fellow Conservatives yesterday a first sight of his priorities. Like Mr Roy Mason, who would probably win a poll in Northern Ireland for the best of the proconsuls so far, Mr James Prior emphasises the need to support the Ulster economy and the need to pursue terrorists relentlessly in all quarters, and he is aware of the interaction of those two fields of policy. Unlike Mr Mason, who found the province suffering from a surfeit of politicians and paid them relative neglect while courting businessmen, trade union leaders and other solid citizens, Mr Prior, confronted with the same excess of politicians, is determined to find them something to do.

He believes they will have less opportunity for mischief if given employment. He also has larger reasons for imparting some political momentum: it would assist revival of confidence in the economy, especially inward investment; it would help to stretch the patience of the rest of the United Kingdom, which expects the component representatives of Northern Ireland to be capable of some mutual conciliation; and he might have added, it would take some of the pressure off British embassies abroad.

It adds up to a good case for having another fling at the reconstruction of devolved government. But Mr Prior should not be in too much of a hurry. The present prospect for the necessary minimum of agreement or acquiescence is

as bad as it has been for a long time. The Social Democratic and Labour Party when last heard of was taking the Haughey line that Northern Ireland is a failed political entity and that proposals for self-governing institutions in that context are a waste of breath. Unionists, having twice watched the nationalist vote in Fermanagh and South Tyrone go to the Provisionals or the front man, are reinforced in their standing objection to cooperating in government with nationalists (still presumably a sine qua non of devolution) their objection being that they cannot trust in government politicians whose avowed ambition is to undermine the constitutional status quo. At the same time the two communities represented by these parties have been temporarily driven further apart than ever by emotions surrounding the Maze hunger strike.

The hunger strike is now over, on terms in which the IRA can take no satisfaction. But the prison protest is not yet over. Mr Prior has offered generous settlement. Republican prisoners, needless to say, are looking his gift horse in the mouth. They are demanding "clarification" before making up their minds and no doubt hope to draw Lord Gowrie, who has immediate ministerial responsibility for prisons, into something like negotiation. That must not be allowed to happen. Mr Prior was justified yesterday in asserting that (with the exception of the amount of restored remission) he is

offering no more than was on offer since midsummer. The offer is on a take-it-or-leave-it basis. It is therefore a pity that when he made it he was not ready to come out with a cut-and-dried list of changes in prison regulation leaving no room for "clarification".

If it was simply a matter of deserts, the protesting prisoners would have been offered no concessions at all in return for good behaviour. But Mr Prior and his predecessor rightly wished to make of the collapse of the hunger strike an opportunity to return to constructive and conciliatory politics in Northern Ireland. But that speculative advantage is not worth buying at the price of enlarging the concessions already tabled. If the IRA wishes to reject the offer and continue its prison defiance by remaining "on the blanket" or by other means, so be it.

There was one nuance in Mr Prior's speech that will be fallen upon by analysts both in unionist committee rooms and in Iveagh House. The famous Ulster guarantee, which both parties to the partition issue set such store by, came out as the British people standing by "the desire of the majority in Northern Ireland to retain their United Kingdom connexions". It does not sound quite the same as no change in the constitutional status of Northern Ireland. "Connexions" is a funny word to use of people whose territory has formed part of the United Kingdom for 150 years. It is just Mr Prior's way of talking, or is it his way of thinking?

## Inflation tax

From Professor Richard Layard

Sir, In your leader of October 10 you ask in relation to the inflation tax proposal, "What is there to stop firms passing it on in the form of price increases?". The answer is this. The full proceeds of the tax will be handed back to industry by cutting the rate of National Insurance Surcharge. In this way the tax burden will be shifted from low-inflation firms to high-inflation firms. But the total tax burden will be unchanged and there will thus be no net increase in tax that could be passed on. (Of the National Insurance Surcharge did not exist, the tax proceeds could of course be handed back in a payroll subsidy administered jointly with the tax).

Since passing on is no problem, the key issue is how the tax will affect wages. Suppose that at worst an individual firm or employers' association assumes that the tax will have no effect on wages and prices in the rest of the economy. It has however itself a new incentive to hold down its own wages, since a wage increase of say £1 will now cost it not £1 but £1.50 or £2, depending on the tax rate. The firm will therefore end up paying less — and so will all other firms.

In your same issue, Julian Haviland and Geoffrey Smith both

argue that the tax will discourage expanding firms by taxing them if they raise their relative wages in order to attract labour. But this ignores the major benefits to expanding firms (and others) from the fact that the economy could now be run at a permanently higher level of activity. These benefits would far outweigh any "microeconomic" costs.

No one has suggested any other feasible policy that could substantially lower long-run unemployment without increasing inflation. An old-style incomes policy, which suspended free collective bargaining, could never be permanently in force in a free society. And without some other stick to beat inflation we shall have to endure permanently high unemployment.

Yours faithfully, RICHARD LAYARD, Centre for Labour Economics, London School of Economics and Political Science, Houghton Street, WC2.

## Constituency vote

From Mrs Jean Northam

Sir, I refer to today's article (September 25) on the Constituency vote in the Labour Party's Deputy Leadership election. It was highly misleading to cite the vote taken at the Tiverton con-

stituency meeting in support of the argument that the more widely opinion was canvassed the more the decision would favour Denis Healey.

It would not be possible to have canvassed more widely than we did. Every single member was offered the option of voting by post if attendance at the meeting were impossible. About one third of the votes were cast in this way. Benn received nearly 50 per cent of the first choice votes, and when the Silkin votes were distributed according to second choice, Benn emerged with 75 per cent of the total.

It is true that about 55 per cent of our membership neither attended the meeting nor asked for a postal vote, though everyone was notified by post. One must at the very least question whether most of these people supported any of the candidates with any conviction. If that is the kind of support Healey has, it is scarcely enthusiastic. As a constituency party, we deserve credit for making every attempt to gain a representative vote.

Yours faithfully, JEAN NORTHAM, Chairman, Tiverton Constituency Labour Party, Lilyvale, Huxham, Exeter, September 25.



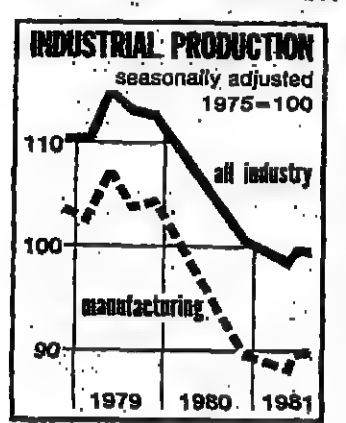




## Treasury sees upturn in manufacturing

By David Blake, Economics Editor

Industrial production fell slightly in August because of a drop in North Sea oil and gas production. Manufacturing output rose for the third successive month, suggesting that it touched bottom round about May of this year. The Treasury yesterday claimed that the latest figures showed signs of an upturn in manufacturing and that this conclusion was consistent with other information, such as that contained in Confederation of British Industry surveys. The CBI, however, denied that they saw any signs of upturn.



The figures, all of which relate to the period just before the latest rise in interest rates, suggest that the industrial sector of the economy probably touched bottom round about

mid-summer. Total industrial output was up by 0.7 per cent in the three months to August, while manufacturing output went up by 1.9 per cent in the same period.

The best performance in August was recorded by the food and textile industries. The output of food, drink and tobacco went up by 4 per cent

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

Table, page 22

## Lever plan to end currency 'casino'

By Frances Williams

The West faces a grim period of crisis unless rapid moves are made to reform the world monetary system and stabilize its currencies, a former Labour Cabinet minister said yesterday. The warning came from Lord Lever of Manchester in a lecture at the London School of Economics, attended by a distinguished audience from the academic world, the City, and the Civil Service. Professor Alan Walters, the Prime Minister's special economic adviser, was among them.

Lord Lever claimed that the floating rate system of currencies after the disintegration of the Bretton Woods agreement in 1971 had turned the world currency markets into a "casino".

Advocates of floating rates had offered a false prospect of reasonably stable exchange rates based on fundamental economic factors, an end to balance-of-payments problems, greater economic autonomy for individual nations and an end to the dollar's pre-eminence.

Instead, the world had seen a huge increase in speculative currency movements. Every business with cash in the bank now asks himself what currency to hold it in, Lord Lever said.

The foreign exchange markets were dragging in all the citizenry, traders and governments as well as professional syndicates who could stampede the markets.

Every day \$7,500 was traded on the spot markets, 50 to 100 times world trade requirements. Flows in and out of currencies could have a devastating impact on individual economies, as recent British experience demonstrated.

Lord Lever also castigated the world banking system for leading huge sums to developing countries to finance their balance-of-payments deficits after the oil price rises of 1973 and 1974.

Developing countries could repay their debts only by further borrowing, which in turn could be serviced only by even more borrowing, leading to a snowballing of debts.

Lord Lever claimed that a stable currency system was a precondition for world prosperity. Nations must devise a means for greater international co-operation.

He outlined a three-point programme. First, the institution of mechanisms to ensure an orderly and efficient functioning of the world financial system to stabilize currencies and to support them at agreed levels. This could involve target exchange rates for major trading nations with appropriate arrangements for adjustment.

Second, a coherent strategy for helping developing countries to finance balance-of-payments deficits and avoid snowballing debt. Third, an end to the currency race and high interest rate competition.

But Lord Lever, who said he was a passionate supporter of the principle of the European Monetary System, was shocked to the core by Mr Edward Heath's call for a ring fence round Europe. This was a total misunderstanding of what the European Community and the EMS stood for and Lord Lever said this allied Mr Heath with the Bennite wing of the Labour Party.

Hoveringham group bought for £40m

## Tarmac catches its quarry

By Our Financial Staff

Tarmac, one of the United Kingdom's largest roadstone and construction companies, has emerged as the £40m purchaser for Hoveringham, the quarrying group which put itself up for sale in August.

The group had been a takeover favourite for some time before the sale announcement and the cash deal will give the Needler family almost £21m for its stake, which represents 75 per cent of the voting shares.

Mr Christopher Needler, who took over as chairman six years ago from his father Harold, will be joining the Tarmac board. At the time Hoveringham announced the sale it said that the family trustees had decided to diversify their investment.

Tarmac is acquiring Hoveringham's strong reserves in the South-east and Midlands, where it is weaker. The group, which last year made a £2.3m pre-tax profit, owns 900 acres of land in the Trent Valley with high quality sand and gravel.

The Needler family has extensive interests in Canada and Mr Needler also has a stake in Hull City Football Club. In recent years the group has diversified into insurance broking, waste disposal and leisure but its main business remains sand and gravel quarrying and its ready-made cement business.

The offer, being made by Tarmac's subsidiary Roadstone, is for 22p cash for every Hoveringham ordinary share and 196p for every restricted voting share. The shares were suspended on August 18, when



Mr Needler: joining the Tarmac board.

the family put the group up for auction, at 89p for the ordinary and 77p for the restricted, giving a £15.6m price on the company.

But with net assets at 175p per share—valuing the group conservatively at £29.3m—a higher offer was expected. Even so, the City was surprised at the doubled price offered by Tarmac and Hoveringham's shares returned at 219p and

189p respectively. Tarmac, which is financing the deal partly by cash and partly by the placing of 6.3m shares, saw its own shares down 14p to 344p on the news.

Tarmac took part in negotiations from the start but does not know what other parties showed interest, although Redland, English China Clays and Ready-Mixed Concrete are believed to have done so.

## Training tax hint for employers

By Mark Jackson

A remissible tax on employers to pay for training similar to the system operated in France is being considered by Mr Norman Tebbit, Secretary of State for Employment. It would mean that all but the smallest companies would have to spend the same percentage of their wage bill on training or pay the money to the Government.

Mr Geoffrey Holland, director of the Manpower Services Commission, told the British Association of Commercial and Industrial Education conference at Wembley yesterday that he believed the Employment Secretary appeared to be interested in the idea.

The French pattern could offer the Government a way out of its present dilemma. It wants to encourage training but the recession without retaining the statutory training boards.

The training boards get their money by imposing a levy which is superficially like the French system where employers have to pay for training or show that they are turning out enough trainees for their own requirements.

All French employers, apart from the very smallest, have to spend the same percentage of their wage bill on training or to make up the difference by paying the Government and companies have to file returns showing how they have spent the money.

## Unigate buys US restaurants

By Our Financial Staff

Unigate, one of Britain's leading milk and dairy products groups, has bought an American restaurant and fast food chain called Casa Bonita for \$32.5m (£17m).

Casa Bonita is a privately-owned group formed in 1967 and has 59 restaurants. The company's growth and financial performance has been swift, with sales in 1981 totalling \$50m with pretax profits at \$5m.

Mr John Clement, Unigate's chairman, said: "Casa Bonita is a highly successful, well-managed enterprise with strong growth potential. Unigate will be able to encourage and stimulate that growth, while logically extending our existing United States food manufacturing interests."

The move represents the first of its kind into the United States by Unigate. Its current interests there embrace a number of these companies.

In the Casa Bonita chain there are three distinct types of restaurant. Those using the Casa Bonita name are four "family entertainment centres" designed as a complete Mexican village.

There are also 47 Taco Bueno establishments serving the same Mexican menu as the Casa Bonita restaurants. The group's newest venture, Crystal's, brings the family entertainment centre concept of Casa Bonita to a pizza and spaghetti menu.

## Japan plays for time over key trade talks

From Ian Murray, Brussels, Oct 13

Negotiations for a meeting between Japan and its two largest trading partners—the United States and the European Community—on export restraint have slowed down but are continuing. A suggested meeting in New York sometime next week will now not take place, but Japanese officials here today insisted that any reasonable proposal for the meeting would be favourably considered.

Behind the Japanese reluctance to fix an early meeting is a dispute inside the Government. The Trade Department is keen to have the meeting, whereas the Foreign Department would prefer to delay possibly until after a new round of GATT negotiations early next year.

Members of a Japanese trade delegation touring Europe were given a less than friendly reception at the European Commission last week when Herr Wilhelm Haferkamp, the commissioner responsible for external affairs, told them that the prospect of \$15,000m (£8,000m) EEC trade deficit with Japan "is close to the limits of what is economically and politically tolerable".

Japanese trade officials, worried about possible protectionist measures, continue to stress that Japan is an open market to Europe and are anxious to make this point again in meetings. The Foreign Department, aware that the subject is worsening Japan's international relations, are less keen.

A Japanese Cabinet reshuffle is expected next month and it could be that it would be counterproductive at this stage for the EEC and America to hold such a bilateral meeting. Growing pressure within Europe for some kind of protectionist measures against Japanese products such as cars, electronic equipment and machine tools means however, that the meeting cannot be put off for too long.

Japan will work out emergency import measures within the next two months to counter its booming exports and avoid trade friction with Western Europe and the United States. A spokesman said: "An international Trade and Industry Ministry spokesman said, a special committee would be formed today to discuss how to increase imports of natural resources and manufactured and agricultural products in line with the official Japanese policy adopted on October 2.

Specific topics will include easing tariff restrictions on imports of whisky, chocolate, biscuits and other goods.

## British Gas ordered to sell Wythch Farm stake

By Edward Townsend

British Gas yesterday received the long-expected direction from the Government to sell its stake in the Wythch Farm oil field in Dorset.

The direction, signed by Mr Nigel Lawson, Secretary of State for Energy, is the latest move in the Government's controversial plan for partial nationalization of Britain's gas industry, which has been fiercely opposed by Sir Denis Rooke, the British Gas chairman.

The Wythch Farm order, laid before Parliament on June 26, has now been served on British Gas after the expiry, under the terms of the Gas Act 1972, of 40 Commons sitting days. Sir Denis has described the sale order as "a heavy blow" to the corporation.

British Gas and BP each hold a 50 per cent interest in the production licence covering the Dorset field. With much exploration work still to be undertaken, the gas corporation has also declined to put a value on its share.

BP is among a number of potential buyers for the British Gas share. The Department of Energy has already stressed that it will be a commercial sale and there is no obligation to sell to a British buyer. Candecca, the British onshore oil exploration company, said in July it was considering arranging a consortium of oil interests on financial institutions to purchase the stock.

The Wythch Farm field began oil production in 1979

## BL unions fear plan to axe engines

By Clifford Webb

Midlands Industrial Correspondent

BL Cars' decision to close its Coventry Engines plant has raised fears among union leaders that at worst it is planning to pull out of engine production altogether and at best to reduce production to what they regard as totally unacceptable levels.

Their concern comes after reports that BL is negotiating a deal on engines with Volkswagen in addition to the engines already being imported from Japan for the Honda-designed Triumph Acclaim.

The unions say the plan to move engine work from Coventry to Longbridge indicates that it has considerable spare capacity there. This would not now be taken up by a new generation of engines when the present A, E and O series power units end their useful life.

In March, BL announced that it had signed a contract with Volkswagen to buy Golf gearboxes for the LM 20 and LM 11, the first and second models in the LC 10 range of light-medium family cars. Deliveries will start towards the end of next year when the LM 10 goes into production, ready for launching in February, 1983.

It also confirmed that it was involved in talks about collaboration with other foreign motor manufacturers.

Mr Harold Musgrove, head of BL's light-medium car operations, told union leaders on Monday that the company had no intention of pulling out of engine production. He said the 1000 and 1300 cc A and the 1700 cc O series engines, used in the Mini Metro, Princess and IRL, would be refined further to extend their life.

The E series was being withdrawn for a short time, because of the ending of Maxi production and next year's phasing out of the Allegro, but it would reappear in a much-restructured form for the LM 10.

Professor Ernest Fiala, the Volkswagen board member in charge of engineering, research and development, revealed recently that the company had developed a new three-cylinder engine for the Polo. This led to speculation that BL wants to buy it for later versions of the Mini Metro.

But the professor also hinted that if the present study led to concrete proposals for a new family of jointly developed engines there was a possibility that BL could supplement Volkswagen's restricted engine capacity.

A spokesman for BL said last night: "We have had exploratory talks with Volkswagen on undertaking a feasibility study for a joint programme to develop a new engine family. Those talks have only just started and are at a very early stage. They could go either way."

"We have not discussed buying engines from them, or importing anything other than gearboxes."

### Stock Markets

FT Index 484.6 down 5.4  
FT Gilts 61.97 down 0.35

### Sterling

\$1.8575 down 145 pts  
Index \$3.2 down 0.3  
New York: \$1.8570

### Dollar

Index 107.1 up 0.9  
DM 2.2137 up 287 pts

### Gold

\$443.25 down \$5.25  
New York: \$448

### Money

3 mth sterling 15½-15½  
3 mth Euro \$ 151-151  
6 mth Euro \$ 16-15½

### PRICE CHANGES

#### Rises

Atlantic Res	25p to 270p
Amal Metal	5p to 400p
Bk of Ireland	5p to 283p
Haynes	5p to 145p
McLeod Russel	5p to 325p
Mercury Sees	5p to 230p
Mount Lyall	5p to 315p
Peko Wallend	5p to 405p
Portlar Holdings	5p to 405p
Steel Bros	10p to 225p

#### Falls

Broken Hill	12p to 708p
Electrocomps	10p to 130p
Eng Assoc Grp	10p to 140p
Klason	18p to 767p
Intech	10p to 283p
Pilkington Bros	10p to 268p
Sainsbury J	10p to 440p
Tarmac	14p to 344p
Thorn EMI	10p to 435p
Utd Scientific	15p to 468p

## Boost from pipeline

Orders worth £104m for equipment for the gas pipeline to run from Siberia to Western Europe have been won by John Brown Engineering of Clydebank.

A contract to supply 21 gas turbines for the 3,500 mile pipeline has been backed up by orders for spare parts and further equipment, making John Brown easily the biggest British contributor to the project.

Mr Graham Strachan, group managing director, said the orders would help to secure employment for the workforce for the next two years.

## 800 jobs lost

Workers at the American-owned Caterpillar tractor factory at Uddington, near Glasgow, were told yesterday that 800 of the 2,300 jobs would have to go through voluntary redundancy or early retirement by the end of next February.

## Palace payout

A cheque for £18.4m, covering fire damage last year to Alexandra Palace, will be handed over next Monday to the London Borough of Haringey by the Municipal Mutual Insurance Company. It will be the largest payment made on an insured building.

## TODAY

Average earnings and basic wage rates.  
Company results: Rockware, Steel Brothers Holdings, Empire Stores, Honda Motor, Marshalls Universal (all half-year).

### BUSINESS BRIEFING

#### British Telecom's rival is given the go-ahead

The Government has given the consortium headed by Cable & Wireless permission to operate a telecommunications network in competition with British Telecom (Bill Johnston writes).

A letter of intent was issued by the Department of Industry last week and received by the state-owned company on Monday.

Later this month the Government is to place about 49 per cent of Cable & Wireless shares on sale for about £200m.

Cable & Wireless, in partnership with BP and Barclays Merchant Bank, intends to lay about 1,300 kilometres of fibre optic cable in the first stage of a network expected to be operational by 1983.

The consortium is still negotiating with British Rail over the possibility of laying the telecommunication cables beside the railway tracks. The cable will carry the signals expected to be voice and data, between main business centres within the United Kingdom.

Microwave radio links will be used to transmit signals within cities.

#### CHANNEL OIL SEARCH

Applications have been submitted to the French Government for permission to drill for oil in two new areas of the English Channel.

Total and Elf have jointly applied for a five-year permit for 2,180 square kilometres near the Channel Islands, while the French exploration subsidiary of British Petroleum has applied for a five-year permit for 1,135 square kilometres off the Côtes du Nord.

#### Estimates to be made clearer

Details of government spending plans are to be presented to Parliament in an improved form by the Treasury next year. The object is to make the estimates clearer and more informative.

MPs will be given more explanation of the raw figures and additional information on spending outturns.

#### Drive for profits

Huntley & Palmer Foods is fighting to raise profits without selling more biscuits. The company, which has around 22 per cent of the United Kingdom biscuit market, has not raised its prices for 15 months. In the 36 weeks to September 13 total sales rose from £239.4m to £252.1m while pretax profits jumped from £1.25m to £2.05m. Financial Editor, page 21

## Tin nations want more

Tin producing countries are likely to press for an increase in the tin price at the meeting of the International Tin Council in London tomorrow.

Australia, Bolivia, Indonesia, Nigeria, Thailand and Zaire are reported to have agreed not to settle for an increase of less than 10 per cent.

## Limit on granny bonds raised

More evidence of the Government's determination to increase its share of the savings market came yesterday with the announcement that the maximum holding of index-linked National Savings Certificates is to be raised from £3,000 to £5,000, from October 19.

The certificates, previously known as granny bonds and restricted to individuals at or approaching retirement age, were made available to everyone last month.

In a vast company reorganization Société Générale de Belgique is to offer five of its own shares for every nine Union Minière shares and two of its shares plus shares in a new company for every three shares in Fininvest, the holding company.

## EEC stock exchange favoured

Mr Christopher Tugendhat, the EEC budget commissioner, told the European Parliament in Strasbourg that he favours the creation of a European stock market. Speaking during a debate on stock exchanges in the Community, he said this could be achieved by creating close links between national

stock exchanges. He said the European Commission was working on a system which would permit stock orders to be transmitted to the EEC market where prices were most advantageous to the investor, regardless of whether a sale or an order was involved.

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I would like the above and more. Send me the details. TT/2

**BSC Industry** It pays to get moving



**By Stuart Jones**  
**Football Correspondent**

One man with a load of goals on his mind. Mike England bears the worry of his Wales not scoring enough. Another England-Greenwood would be handy to live with it.

Budapest, Oct. 13.—(Radio)—The chances of the "Flying Dutchman" team, which was further enhanced by Switzerland's victory in Romania on Saturday, will be hoping that the Swiss do them the same favor in the quarter-finals here in tomorrow's European group four match. The Swiss will go top if they win.

The Hungarians must start favorably but in an unpredictable match nothing can be taken for granted. The Hungarian manager, Kalman Meszoly, is confident that

victories over Switzerland and Norway, also at home, and he is now taking a trip to Spain but leave them without any pressure for their final qualifying match at Wembley, where England will almost certainly win.

For Messias, who knows the Swiss have not been beaten since Paul Wollfberg took over as coach, will be instructing his players to keep their goalkeeping close watch on Sulser. He scored both Swiss goals in the 2-2 draw with Hungary last April. Bulgaria was held to a 1-1 draw because two defenders Martos and Balint are suspended and Rab, a midfielder, is injured.

Santo and Geras are likely to start in the defence and Caspo will probably replace Rab. Switzerland will be without the injured defender Zwickler, who has back trouble.

Two of Scotland's group six rivals, Portugal and Sweden, are in the same night.

Though Sweden have only a mathematical chance of going to Portugal, the Portuguese coach, said: "We are not going to make it easy for the Portuguese." The importance the Swedes attach to the match is underlined by the fact that they have been in Portugal for a week—at the seaside

Three Germans, Briegel, Magath and Foerster have recovered from their injuries and are expected to be doubtful and may be replaced by Humes. Austria have dropped Weizel, their forward, who plays for Austria, and recalled another forward, Schachner of Italy's Cesena.

In Tirana, Bulgaria, desperately needing a victory over Albania, will field, at the most, only seven players who appeared in their previous qualifying game against Austria.

The party flew to Tirana, unaccompanied by Bulgarian journalists. "No journalism of ours was allowed," said a spokesman for the players' club, the Bulgarian state news agency, BTA, revealed.

Bulgaria will be without the sharp-shooting Tsvetkov, who still is recovering from a knee injury, to the Bulgarians' training camp to advise his colleagues on the Albanians, having faced many of them, saying he had been in Vienna against Farizani Tirana in last month's European Cup match.

But in the 1986 World Cup match he had injured.

In Salonica Greece must beat Denmark in their group five match to retain a realistic chance of qualifying for the next round. The games are against Italy and Yugoslavia, who both have two points more.—Reuter.

By a Special Correspondent  
London FA XI 3    England XI 4

Ron Greenwood struck a sensational goal for the home side in the 10th minute of full England time at Highbury last night in a match to celebrate the London FA's centenary.

But although his team won and scored four goals into the bargain, it would be wrong to view the victory as anything more significant than a work-out.

Although the London FA selected by the Arsenal manager, Terry Neill, included several fine players, the match lacked the excitement of normal first team football.

It did, however, prevent Mr Greenwood with the opportunity of playing much of his team — a valuable exercise.

England's vital World Cup qualifying match against Hungary at Wembley on September 13, Mr Greenwood, though, could not have been satisfied with his team's defence, especially towards the end, when they allowed the London forwards too much time and space.

London went ahead after five minutes when Pike's cross from the right centre by the wing was sent unchallenged and headed powerfully into the corner of the net. Keeder, in fact, was the only player to touch the ball before being substituted midway through the second half.

In the twenty-third minute Corrie scored by going in from a goalmouth penalty after Manchester City goalkeeper, Micki Simpson, had been sent off by Saring Talbot.

England then scored three goals ahead by Saring Talbot's authority with four goals in 25 minutes and some flowing play.

The scorers were Goodall, Norrie, Keeder, and Saring Talbot. Gough's goal was the pick.

By Norman Fox  
On the assumption

[illegible][illegible]

From Gerry Harrison  
Sydney, Oct 13

England will be playing more than just the tiny oil state of Qatar in the 1994 World Cup semi-final match. They will also be facing expensively acquired Brazilian exiles, who have been lured to the Persian Gulf patch of desert out of the football wilderness.

There are so many stories here about the money to be paid to the Qataris if they beat England that it is difficult to know how much the prize money will be. The figures: The highest quote so far is \$50,000 a man to win this Coca-Cola Cup.

Just a little while ago, the ruler's son, Sheikh Abdullah bin Khalifa al-Thani, invested generously in a team of Brazilian coaches. They were to coach the national team, international, Estaristo, who also played for Barcelona and Real Madrid. The terms of the three-year contract, with payments of £12,000 a month, are quite clear —no prepare three national sides and a reserve team in whatever way he wishes.

The state of Qatar, which is approximately 100 miles long and 30 miles wide, has a population of 250,000 of which less than half are Qataris. Having selected 30 players, Everton's manager, Brian Clough, will lead a team of 25 to Brazil for two months, a pattern repeated every year, travelling of course by private jet aircraft.

Qualifying for the under-20 youth championship was a decision in itself. After two months of training in the homes of players and officials left in Australia, in a 747 jumbo jet, an outlay of £100,000.

They then themselves by qualifying for the quarter-finals round here when, ironically they met Brazil and wrote another 3-2. As a result of the incident after the match, the head of the Brazilian Football Federation was suspended for two years for assaulting a Mexican referee. One Brazilian player was suspended for a year for kicking a referee. The other two were suspended for six months each.

The Brazilians were fined \$5,000 each.

Sweden and Norway.

England are happy to be out of the spotlight as they prepare quickly for a game they should win.

Suspended Neil Banfield (Crystal Palace), this young, fast developing player, has the experience and organization to develop into the final on Sunday.

Allen, of West Ham, will return to the club on Monday (Lancaster) likely to drop him into the centre of defence. No wonder he scored two goals against Egypt helped England to a convincing victory, to start the game at full back if Phil Crosby (Grimsby) is unfit.

3.776 MOTTI  
UNDER 21 INTERNATIONALS:  
Walter D. (Micallef) 21, France D. 31

[illegible]

By Peter West

**rugby correspondent.**

After a full day of social engagement in the evening and much hard preparation at the Lensbury club, the Wallabies left London for Leicester yesterday afternoon. They will play their first match of the tour, against the England Midland division, before further training this morning.

They may have to make do at Watford Road without the doyen of the party, John Ripwell, a former half now on his third major tour of duty. British-born, Ripwell, who won his first cap as young as 1968. He has some muscular soreness around a shin injury he picked up in his last tour, denying his absence at Leicester could mean a game at the earliest opportunity for Tony Parker, a scrapping prop who is regarded as a younger version of the same type of player of exciting potential.

When the party trained at Woburn in perfect, sunny conditions last night, Peter Douglas Shabazi, stressed that side had much flexibility about the backs and that the players were not suffering from any special problems, there being no choice between a number of candidates. However, it will be a surprise if their first half-back is not the one that beat France in Sydney last July to achieve victory in the international series by 2-0.

The locks against France were David Reil, who had previously played against Zealand in that position as well as on a flank, and Steve Williams, the tallest member of the party at 6ft 6in.

I list these front five forwards because the extent to which the Wallabies will rely on them in this tour could depend on their ball-winning capacity at the set pieces. Generally it appears to be to lack of strength and loose forward, where their latest international combination consists of Simon Danielli, Mark Loane, a world class No 3, Simon Poidevin, a 22-year-old from New South Wales.

Australia's back division for the second international consisted of Mick Martin, Brendan Moon (22), Richard Hawker (21), Michael O'Connor (20) and Mick Martin as three-

**Orient appointed Ken Knighton as manager yesterday in place of**

Paul Went, whose stay was terminated after 11 days with the club, was the bottom of the second division.

Mr. Kington, aged 37, a Yorkshireman, who was sacked as manager of Sunderland last April—less than a year after taking them into the first division—comes to Brisbane Road on a four-year contract.

By Srikumar Sen  
 Senior Correspondent

Charles Magri's chances of meeting the World Greyhound champion, Antonio Arevalo, of Mexico, let alone beating him, went out of the window when he was knocked out in the sixth round by Juan Morero (which means Little Monkey) Diaz at the Albert Hall.

Magri was boxed beautifully, but the signs of the knockout were always there in momentary moments of weakness. The most depressing for Magri's camp is that if this Mexican, who had few ideas about boxing and a little knowledge of the rules, had been ranked fifteenth in the world, could do this to their man, what future is there for him?

The Mexican took every punch, but he did not hurt him and for the six rounds was severely punished by the Stepaney sparrows. The first signs of trouble came in the fourth round when Diaz floored his man with a short little left jab. Magri was quickly up and the referee, who mistook the proceedings to give the Mexican a boxing lesson.

Magri was momentarily in trouble in the fourth round even though he was not hurt, but the gods may not have noticed. A short little right in a wild exchange between the two boxers did not hurt him. The referee told the Mexican. And from then on, however much Magri dominated



agari, lifting his head, trying to regain his senses, says : "

By Rex Bellamy  
Times-Aurora, Chicago

Tracy Austin, the onetime champion, will probably be coached by Mark Cox during next week's Davis Cup tournament in Brighton. Miss Austin's coach, Marty Riessen, is under way to Europe with her husband and is expected to accept a job offer for help. His shrewd analysis of the game and its players is much to do with the success of Britain's Davis Cup team.

It is not yet known whether Miss Austin's challenge to Navratilova will include the US final a month ago. Navratilova has not entered a prize has been left vacant.

Wimbledon runner-up returns to Wembley for only the second time

The entries for the \$80,000 competition were announced today and show that the Wimbledon and United States Open champion, John McEnroe, and Connors will be joined by three more of the world's top 10 players in a pursuit of a first prize of £17,000. Apart from Tanner, who is now the world No. 8, the entries include Brian Gottfried, ranked seventh and recent winner of the Australian Open, and the world No. 3, Gene Mayer, who lost to McEnroe in last year's final.

The unseeded 18-year-old Bonnie Gadzuck, upset the ninth seed

the second week, with the riders having to complete 12 laps of the 1.5-kilometer course in the arena at the end of stage eight.

Prizes have been increased to \$250,000, making it the richest bicycle race in the world.

**ROUTE:** The 2nd. Prologue at Basel on Aug. 26. Stage 1, Basel to Nancy, 240 km. Stage 2, Nancy to Longwy, 60 km. Stage 3, Longwy to Metz, 100 km. Stage 4, Metz to Fontainebleau, 100 km. Stage 5, Fontainebleau to Paris, 100 km. Stage 6, Paris to Compiègne, 100 km. Stage 7, Compiègne to Amiens, 100 km. Stage 8, Amiens to Bordeaux, 100 km. Stage 9, Bordeaux to Paris, 100 km. Stage 10, Paris to Paris, 100 km. Stage 11, Paris to Paris, 100 km. Stage 12, Paris to Paris, 100 km. Stage 13, Paris to Paris, 100 km. Stage 14, Paris to Paris, 100 km. Stage 15, Paris to Paris, 100 km. Stage 16, Paris to Paris, 100 km. Stage 17, Paris to Paris, 100 km. Stage 18, Paris to Paris, 100 km. Stage 19, Paris to Paris, 100 km. Stage 20, Paris to Paris, 100 km. Stage 21, Paris to Paris, 100 km. Stage 22, Paris to Paris, 100 km. Stage 23, Paris to Paris, 100 km. Stage 24, Paris to Paris, 100 km. Stage 25, Paris to Paris, 100 km. Stage 26, Paris to Paris, 100 km. Stage 27, Paris to Paris, 100 km. Stage 28, Paris to Paris, 100 km. Stage 29, Paris to Paris, 100 km. Stage 30, Paris to Paris, 100 km. Stage 31, Paris to Paris, 100 km. Stage 32, Paris to Paris, 100 km. Stage 33, Paris to Paris, 100 km. Stage 34, Paris to Paris, 100 km. Stage 35, Paris to Paris, 100 km. Stage 36, Paris to Paris, 100 km. Stage 37, Paris to Paris, 100 km. Stage 38, Paris to Paris, 100 km. Stage 39, Paris to Paris, 100 km. Stage 40, Paris to Paris, 100 km. Stage 41, Paris to Paris, 100 km. Stage 42, Paris to Paris, 100 km. Stage 43, Paris to Paris, 100 km. Stage 44, Paris to Paris, 100 km. Stage 45, Paris to Paris, 100 km. Stage 46, Paris to Paris, 100 km. Stage 47, Paris to Paris, 100 km. Stage 48, Paris to Paris, 100 km. Stage 49, Paris to Paris, 100 km. Stage 50, Paris to Paris, 100 km. Stage 51, Paris to Paris, 100 km. Stage 52, Paris to Paris, 100 km. Stage 53, Paris to Paris, 100 km. Stage 54, Paris to Paris, 100 km. Stage 55, Paris to Paris, 100 km. Stage 56, Paris to Paris, 100 km. Stage 57, Paris to Paris, 100 km. Stage 58, Paris to Paris, 100 km. Stage 59, Paris to Paris, 100 km. Stage 60, Paris to Paris, 100 km. Stage 61, Paris to Paris, 100 km. Stage 62, Paris to Paris, 100 km. Stage 63, Paris to Paris, 100 km. Stage 64, Paris to Paris, 100 km. Stage 65, Paris to Paris, 100 km. Stage 66, Paris to Paris, 100 km. Stage 67, Paris to Paris, 100 km. Stage 68, Paris to Paris, 100 km. Stage 69, Paris to Paris, 100 km. Stage 70, Paris to Paris, 100 km. Stage 71, Paris to Paris, 100 km. Stage 72, Paris to Paris, 100 km. Stage 73, Paris to Paris, 100 km. Stage 74, Paris to Paris, 100 km. Stage 75, Paris to Paris, 100 km. Stage 76, Paris to Paris, 100 km. Stage 77, Paris to Paris, 100 km. Stage 78, Paris to Paris, 100 km. Stage 79, Paris to Paris, 100 km. Stage 80, Paris to Paris, 100 km. Stage 81, Paris to Paris, 100 km. Stage 82, Paris to Paris, 100 km. Stage 83, Paris to Paris, 100 km. Stage 84, Paris to Paris, 100 km. Stage 85, Paris to Paris, 100 km. Stage 86, Paris to Paris, 100 km. Stage 87, Paris to Paris, 100 km. Stage 88, Paris to Paris, 100 km. Stage 89, Paris to Paris, 100 km. Stage 90, Paris to Paris, 100 km. Stage 91, Paris to Paris, 100 km. Stage 92, Paris to Paris, 100 km. Stage 93, Paris to Paris, 100 km. Stage 94, Paris to Paris, 100 km. Stage 95, Paris to Paris, 100 km. Stage 96, Paris to Paris, 100 km. Stage 97, Paris to Paris, 100 km. Stage 98, Paris to Paris, 100 km. Stage 99, Paris to Paris, 100 km. Stage 100, Paris to Paris, 100 km.

peppering the Spaniard's face and  
yet staying out of range.

The Spaniard, who had come there with something of a reputation for lacking heart, soon proved everybody wrong. He never flinched from his task and staggered badly though he was not in the eighth round, he came back strong, after a day of delay and wobbled fast to push McKenzie to the limit.

There was a danger in the seventh round, when McKenzie was tiring, that the Spaniard could finish it with a right. In fact he punished McKenzie once. McKenzie, not to be outdone, came back in the twelfth for a grandstand finish that had the hall on their feet.

Denied 123.12

From Barry Plantfield  
Cape Town, Oct 13  
The 77-foot United States  
shipper by Cape Town  
discovered the 13th  
the finish line here at the  
the first leg of the race  
Round the World Race.  
Arriving here at the  
leader, Evinrude was in a  
physical, mind



BY THE FINANCIAL EDITOR

## Political tinge to interest rate falls

Political moves often catch financial markets on the hop and yesterday's half-point base rate cut to 15½ per cent by Barclays and Lloyds was just such a case. The banks' action was nicely timed for the opening of the Conservative Party conference and will doubtless add a touch of optimism to the Chancellor's address to the troops.

Clearly the weakness of sterling over the past two days which had spilled over to the equity market had prompted dealers to expect that interest rates would be maintained at 16 per cent. And the continuing shortages in the money markets with the seven-day inter-bank rate staying at 15½ per cent tended to confirm this view.

On commercial grounds, therefore, the banks at present will find the cuts difficult to justify. They have obviously taken a view that since US prime rates, which fell to 18 per cent yesterday, are pointing firmly downward, the Prime Minister's strategy can safely be given an encouraging boost at a time when it is sorely needed. Additionally, the banks have amply demonstrated to the building societies just how swiftly and flexibly they can move rates. While a half-point cut in base and deposit rates will have no immediate impact on the 15 per cent mortgage rate effective from November 1, it may prove that the BSA was a little hasty in insisting the recommended rate last Friday.

Much depends, however, on whether yesterday's cuts, which are certain to be followed by Natwest and Midland, are merely cosmetic or are a signal that we are entering a period of volatile interest rates made possible by the recent changes in the money market mechanism. The answer is probably a bit of both. A confidence booster will do no harm either to industry or the serried ranks at Blackpool. And if the gilt market picks up the banks' optimism this morning, then the £1,000m, partly paid Exchequer stock which will be operated as a long tap, should attract buyers.

In the immediate future, the trend of interest rates will be determined by what transpires on Wall Street where there is optimism that primes will touch 16 per cent before too long. Longer-term, the battles in Cabinet over spending cuts and taxation hold the key. The jury on interest rates is still out.

● **Tarmac Roadstone** thinks that Hoveringham is worth £40m, which looks a lot but is not too much for Tarmac to swallow. Tarmac has a £200m market capitalization and only half the consideration is in cash. The rest comes from an institutional share placing. In terms of earnings Tarmac faces dilution this year (to December) but probably very little next year as the Tarmac management gets to grips with Hoveringham's margins. In terms of asset value the last Hoveringham current cost accounts indicated that the group was worth around 21½ p a share which is roughly the same as the Tarmac offer in per share form. The share placing must postpone the feared rights issue for months. Meanwhile, Tarmac's equity ratio is not unduly high at around 44 per cent. Bredon and Cloud Hill Lime, and Mixconcrete may come in for attention as other repositories of gravel but they are tiddlers against Hoveringham.

### Imperial Group Search for a strategy

Imperial's cash raising exercise with the sale of its Molins stake and redemption of the BAT loan stock virtually completes the disposals of its peripheral investments which have been steadily sold off to release cash for use in the group's trading activities. The reasons for releasing the funds at this particular moment are decidedly vague.

The move does not seem to have been precipitated by cash flow problems.

Indeed, borrowings could be slightly down this year and the profits forecast, made with the dreadful half year results, of about £83m pretax against 1979-80's £124m still looks good.

However, it is still not clear — and probably will not become so for a while — whether the change in chief executive and with it the switch from a "hands-off" to "hands-on" policy from the top has instilled new life and sense of direction in Imperial. The one sign which outsiders might construe as a change of policy is that on the tobacco side Imperial now seems to be putting greater emphasis on making profits than on maintaining market share at the expense of margins.

This alone, of course, will not solve the underlying problems of the group. Its tobacco and beer operations are part of mature or declining industries, while its attempts to diversify into foods and with the acquisition of Howard Johnson in the United States have yet to prove their worth. The result has been several years of virtually static profits with the sharp decline this year.

Meanwhile, Imperial's shares at 59p rest on the mammoth 17.6 per cent yield — considerably more than investors can get in the gilt market but then the size of the final dividend is uncertain. There may just be historic cover for a maintained payout with a low tax charge but the shares are unlikely to move far either way until these doubts are resolved.

### Huntley & Palmer

#### Crumbling fortunes

A change of name (from Associated Biscuit Manufacturers to Huntley & Palmer) has not meant a return to the group's former earning power which has failed in any event to grow for years. Hopes that the group could make between £3m to £3.5m before tax in the 38 weeks to September 13 were dashed by the £2.05m actually reported yesterday. It looked good only against the £1.25m of the same weeks the year before. A strong recovery was supposed to have come from the sale of the loss-making German marshmallow and chocolate manufacturer, Dickman, and from better stock control and lower interest rates at home.

Instead, interest charges slipped by only £147,000 to £4.77m thanks to obstinately high interest rates in North America, especially Canada. But this in turn reflects a balance sheet basically split down the middle between borrowings and shareholders' funds.

At home, the biscuit market marked time, but Huntley hopes for a price increase early next year. A lot, however, will depend on the price leader, United Biscuits, which at present seems bent on holding prices down. So down went home trading profits from £4.1m to £3.75 (redundancies cost £500,000) while the rise overseas from £995,000 to £1.99m simply reflected the departure of Dickman.

Profits from associates rose £98,000 to £811,000 thanks to good going at W. and R. Jacob of Dublin. With earnings a share of only 1.2p, it is not surprising to see the interim dividend held at 2.86p gross. Interest rates at home have risen and Huntley will do well to make £10.5m pretax for the year.

This would leave it not much ahead of even the £10.2m of 1975. The food manufacturing sector has been strong recently, helped by good figures from Cadbury Schweppes, Rowntree, AB Foods, to say nothing of United Biscuits' own 50 per cent profits jump in the half year to mid July. Huntley's shares fell only 3p to 67p yesterday. They are still buoyed up by rumours of a bid from Rowntree and others, but by little else.

Peter Hill on how US companies are stepping up their campaign against the Europeans

## Steel imports — an American nightmare

Toronto

The American steel industry is flexing its muscles again as for the third time in four years, the steel Titans find themselves under attack from the outside.

This time the assault on the world's largest single steel market came not from the awesomely efficient Japanese, who after earlier confrontations are now regarded as behaving with commendable restraint. Nor is the American anxiety specifically about the activities of the world's emergent steel industries, although South Korea, Brazil and Taiwan have given offence.

In American eyes, the chief culprit is the recession-battered steel makers of Europe. These are regarded by their American counterparts as irresponsible opportunists seeking to exploit the relatively soft American market on the back of big subsidies from the taxpayer.

The controversy now raging over the surge in imports from Europe is fast becoming a test not only of American belatedly reawakened vigour, but also of the Reagan Administration's attitude towards steel as a strategic industry, and the President's espousal of the principles of free trade. Not surprisingly, Europe is keenly watching developments over the next two weeks.

On October 29, the United States Steel Corporation, the country's largest steel maker, plans to lodge applications for

an anti-dumping investigation into the imports and will call for the imposition of counter-vailing duties.

Mr David Roderick, head of United States Steel and the industry's principal hawk, has orchestrated a campaign which culminated last week in representations to the steel caucus at Congress.

Firmly denying that his plan of action (which is supported by at least four other substantial producers), represents merely yet another bout of sabre-ranting, he is emphatic that there is no chance of the legal suits being dropped.

"The arrangements are being openly defied. Anyone who says that steel is not being dumped in the United States is being either totally naive or downright dishonest," says Mr Roderick, who is confident of being able to prove that his company and its domestic competitors are being injured.

His sentiments are echoed with equal force by Mr Don Traudt, head of Bethlehem Steel. "It is like a 15 round boxing match and knowing you are going to be beaten in the fifth or sixth round. What do you do? You take the gloves off," he says.

In the corridors of the Royal York Hotel, Toronto, where they are attending the annual conference of the International Iron and Steel Institute, the American steelmen are pulling no punches as they make their views known.

Alarm bells began ringing in April when it became apparent that the level of imported steel was rising sharply. Europe was, and is, awash with steel and was beginning to benefit from the strengthening of the American dollar against European currencies.

In August total imports reached a new record monthly peak of 2.23 million tons, equivalent to a 25 per cent share of American consumption.

That occurred, say the Americans, because the trigger price mechanism which was developed to monitor import trends was set too low. This mechanism covers a whole range of steel products and sets a base price below which imports may not be sold in the domestic market. Some steel has entered the American market at up to \$100 a ton below domestic prices. On the August figure alone the American steel men claim that they have been deprived of an estimated \$1,000m of potential revenue.

This "surge" which Mr Roderick and his fellow fighters believe continued into last month, may well have set the pattern for the final quarter of this year, although final figures for September imports will not be available until October 28.

The import trend would not perhaps be too worrying were the American market buoyant, but it is not. Demand has declined American mills are cutting output back to 50 to

60 per cent of capacity, and lay offs are increasing. Third and fourth quarter financial statements look likely to be sprinkled liberally with red ink. The August import increase automatically activated a 90-day "surge investigation" by the commerce department which is due to be completed on October 28.

But such has been the vigour with which Mr Roderick and his colleagues have argued their corner that the steel caucus has requested a meeting with the President this month to impress on him the gravity of the industry's plight. The President praised the industry earlier this year for launching an ambitious and long-over due \$5,500m investment programme to replace obsolete capacity. Mr Roderick says: "I would expect the President to be very supportive to the steel industry in invoking the trade laws after all he was supportive of the use of the law in the air traffic controllers' dispute". Having failed so far to persuade the Administration to lift trigger prices, the industry now seems inevitable that representatives of the EEC and the Reagan Administration will be called in to separate the two sides. Talks have already taken place between Vice-President Edwidge Davignon the EEC industry commissioner and Mr Malcolm Baldrige the American Commerce Secretary and a further round must be in prospect.

There is sympathy for the American grievances among some Europeans, not least British Steel's chairman, Mr Ian MacGregor who regards the speedy elimination of the surplus steel capacity in the EEC as vital to the resolution of the problems which have been arising between the EEC and the United States.

Others, like West Germany's Dr Dieter Speer, head of the Thyssen group, are less than impressed by American complaints. "Europe", he says, "is being unfairly criticised. I am deeply concerned about the possible impact of the action to be taken on the special relationship between the EEC and the United States."

At the end of the day, it seems inevitable that representatives of the EEC and the Reagan Administration will be called in to separate the two sides. Talks have already taken place between Vice-President Edwidge Davignon the EEC industry commissioner and Mr Malcolm Baldrige the American Commerce Secretary and a further round must be in prospect.

## Retail chains roll up their sleeves for the DIY battle



Another satisfied DIY customer benefiting from increased competition on the high street.

These multiples are accustomed to working on slim margins so that, while securing more profit with DIY than with their traditional grocery lines, they would also easily be capable of working at margins which are low for the sector.

Another high street multiple with aggressive designs on the do-it-yourself market is W. H. Smith, which bought out an 18-outlet DIY chain in 1979 to form the nucleus of its present 31-outlet "Do It All" chain.

Woolworth is now clear leader in the DIY market, because the addition of Dodge City to the recently-acquired B & Q operation — like Dodge the result of entrepreneurial entry into the market — gives it 81 outlets with about 2 million square feet of selling space. This takes no account of the expanding role being given to DIY in Woolworth's own stores.

Next largest is London-based Home Charm, with around 90 stores and some 1 million square feet of selling space. Home Charm's more recent expansion, like that of other established chains, has been into bigger stores which, in Home Charm's case, has been under the Texas Homecare banner.

W. H. Smith has 894,000 square feet of selling space. Marley, the building supplies company, has 57 Marley Homecare outlets which provide a total sales area of some 700,000 square feet. They take no account of the DIY element in its more traditional building supplies outlets.

The Ready Mixed Concrete DIY subsidiaries of Great Mills and Regent have just under 500,000 square feet of retail space.

A potentially strong performer is Wickes, part of the United States based Wickes Corporation, which has under

20 outlets so far but with plans for at least 100 this decade.

Other contenders aim for different niches in the DIY market. Orpington-based A. G. Stanley has about 700,000 square feet of selling at 250 moderately sized outlets — most under the Fads banner — specialising in paint and wallpaper sales, of which Stanley is one of the country's biggest retailers.

There are also the outlets which specialise in "flat-pack" or ready-to-assemble furniture, while others are in made-up joinery items and timber. The Comet discount chain, for instance, has its Timberland outlet.

The largest do-it-yourself sectors are paint, wallpaper and flat-pack furniture, each accounting for about a quarter of the market. Profit margins are probably at their most squeezed in the decorative materials sector.

Early casualties among the newcomers to the DIY sector are unlikely because even now the multiples probably account for less than 40 per cent of the market. A Polycell survey attributed 27 per cent of the market share to independents and specialised paint and wallpaper outlets, with hardware and ironmongery-outlets accounting for just over 20 per cent and the builders' merchants 7 per cent. Since the Polycell survey

the builders' merchants have been fighting back by extending their traditional opening hours to cater for do-it-yourself enthusiasts. But the appeal of the best outlets is the advice that is given on tackling the still expanding range of jobs which the do-it-yourselfer enthusiast is now prepared to tackle.

Manufacturers are also gearing their products to this market partly through simplifications of designs and partly by including literature to explain techniques to the beginner. Plumbing is one area more accessible to the amateur through the development of simplified joining techniques including easy-to-use plastic components.

Recession apart, growth is still evident in the DIY market, albeit at a slower pace. Mr Geoffrey Douglas, analyst at Hoare Govett, believes that on a conservative estimate the DIY market has grown by 40 per cent in the three years to 1980. About the same growth is expected in the following five years.

With recent reports of an improvement in sales in the past few weeks, volume this year might just mark time. But profits are bound to be a sadder story. Woolworth, for one, has been noticeably coy in discussing the level of profits so far at B & Q.

Derek Harris

## Adwest A most difficult year but signs of an improvement



In his annual statement to shareholders, Mr. F. V. Waller, Chairman of Adwest Group Limited, says that the past year has proved to be the most difficult the company can remember having experienced.

Group profits, before extraordinary items and tax, down from £8.3m to £5.5m — reflect the severe recession which has affected the whole U.K. economy and, in particular, the automotive, engineering and construction industries.

However, a total dividend for the year of 7.5p per share is recommended, compared with 7.43p for the previous year. After reviewing the activities of the Group's subsidiaries, Mr. Waller concludes: "Within our companies we believe the recession has bottomed out and, in certain directions, there are signs of an improvement. All our divisions are operating profitably and efficiently and any improvement in the economic position would be very beneficial. We have continued to invest in new equipment and develop new products. Our cash position remains good, in spite of factory closures and redundancies. The major expenses of the airfield development are now over and we can look forward to an increasing income from rents and the sale of houses. We shall continue to look for new investment opportunities in businesses compatible with our present undertakings."

Copies of the Annual Report, containing the Chairman's Statement to shareholders, are available from the Secretary, Adwest Group Limited, Reading RG5 4SN.

### Adwest Group

AUTOMOTIVE, ELECTRICAL, AGRICULTURAL, INDUSTRIAL AND ENGINEERING PRODUCTS.

## Business Diary: Jobs for the ploys?

As the Tories in Blackpool lay their particular gloss upon the country's three million unemployed, back in London The Advertising Standards Authority today throws its own spotlight on some of the more refined twists of this particular form of purgatory.

It's monthly report of complaints from the public refers to a flourishing industry in recruitment advertisements, which, the association says, "are not what they seem to be."

One complaint investigated by the ASA concerned an applicant for a job as driver/packer at "£90 p.w." who was told that because so many other people wanted the job the wage was now £75.

Another recruitment advertisement invited applications for the post of cashier, but omitted to say that domestic cleaning duties were also involved. These two advertisements did at least refer to real jobs, whatever arguments there might be about pay and conditions. The same, however, could not be said for an advertisement in the "Part-time" column of a local newspaper. This said that "Trustworthy leaflet distributors" were required at "£2-£3 hourly" and held out "opportunities (working from home). All that respondents received was an information sheet on leaflet distribution, a request for a £5 "registration fee" for inclusion on a list of distributors.

This advertisement, one of a number, was no more than a home work advertisement, the ASA says, and fell foul of the advertising industry's own code on two counts — implying that vacancies existed when they did not and failing to make clear that there would be a charge for registration and information.

The ASA, the industry's self-regulatory body, prints in full in the current case report the requirements of "the industry's code on homework" and on recruiting.

This, the association says, is because it is "sufficiently concerned" by advertisements which fail to give the required information "and which sometimes even appear designed to mislead."

**Wallchart**

THE 1982 SALES FORECAST HAS JUST BEEN ISSUED

OR, AS OUR SALES DIRECTOR PREFERS TO CALL IT...

THE FORESIGHT SAGA!

### Montagnard

Nicolas Gorodiche, Air France's top man in London, turns out to be a rather exceptional airline manager. He came up through the technical and operational side of aviation rather than through marketing, as is the case with most of his management colleagues.

Aged 43, Gorodiche holds a commercial pilot's licence and has some 3,000 flight hours in his log book. He joined Air France in 1970 from Air Alpes, the French domestic airline which carries skiers to remote spots in the mountains, after service with the French Air Force as a test pilot.

His Air France career has taken him to Venezuela, Colombia, Ecuador and Nepal, where he was general man-

ager for Royal Nepal Airlines under a management contract. He is married with three daughters and his hobbies are mountaineering, skiing, tennis, golf and music.

In London Gorodiche replaces Michel Baron, Air France's general manager here for the past five years. He is being promoted to be the airline's general manager for Paris, where he will control a staff of 1,000.

Baron's claim to posterity during his spell in London, that in 1980 Air France broke airline records by carrying more than a million passengers in one calendar year on a scheduled international service between London and Paris. Traffic surged, despite the recession, after Air France simplified economy fares and replaced first with "club" class.

### Accident prone?

The proposal for an EEC information system on accidents in the home seems to have met with a debilitating accident in the Council of Ministers. Every year there are some 30,000 deaths within the Community as a result of accidents in the home and the number of injuries approaches five million.

In 1978 the Commission proposed a system which would gather information about these accidents with a view to pinpointing dangerous commercial products. The similar Home Accident Surveillance System has operated in Britain since 1977, and has, for instance, exposed hidden dangers in children's cots and prams. The Commission originally proposed an 18-month pilot

scheme to run until January 1, 1982. But, instead of finishing on that date, the Council has now agreed that it can start then; and it must run an extra year — until June, 1984.

The Commission will be invited to submit a new proposal to the Council, which will consider whether it really wants a Community information system or not. By the time they get round to that it should be 1986.

I wonder if I ought to move? In the midweek edition of the bi-weekly South London Press which I bought yesterday the three main stories on page one were headlined "Chorister failed for rape attempts", "Women warned of sex killer", and "Gumman's suicide remains a mystery". Heaven knows what the weekend edition will bring. Given the mayhem that is going on around me, I am not surprised at an item on an inside page, which was culled from a parish magazine. It is about a vicar learning to become a prison chaplain and choosing as his farewell sermon a text from St John's Gospel: "I go to prepare a place for thee." Now there's a man who knows how to follow through with a job.

Ross Davies



## Barclays prompts rally after hours

1.25(—)	6/1	—(—)
1.1(1.1)	4/1	—(4.0)
2.56(2.3)	27/11	3.76(3.76)
1.4(1.35)	—	2.2(2.55)
2.1(2.1)	—	2.1(2.1)
0.7(0.7)	30/11	—(1.5)
3(3)	29/1	—(11.8)
1.7(1.7)	4/12	—(4.4)

sewhere in Business News dividend  
dividend by 1.428. Profits are show

**s, Insurance & C**

Wool—NZ crossbreds No 2 comb  
10cans per lb; Oct. buyer's market  
310; Dec. 398-345; Jan. 392-  
March 403-313; May 408-404;  
422-424; Oct. 325-327; Dec. 350-  
347; March 432-435; March 439-441. S.  
3-70.

GRAIN (The Metric)—WHEAT  
Canadian western red spring  
quoted, U.S. dark northern spring No  
14 per cent; Oct. £11.50; M.  
£11.4; Dec. £11.5 trans-shipment  
coast; softener U.S. hard  
past coast; Oct. £11.7; trans-ship-  
ment coast softener; £12.00; unqu-  
oted; English feed (lb); Oct. £10.9; Nov. &

1961	Dec	100.1	88.3
	Jan	98.3	88.2
	Feb	99.8	89.1
	March	99.7	89.5
	May	98.0	87.4
	April	98.6	87.1
	June	99.5	87.7
	July	99.5	88.0
	Aug	99.4	90.0
Rise in latest 3 months over previous 3 months		+0.7	+1.5

Du Pont	35	35%	Olin Corp.	
Eastern Air	54	54%	Owens-Illino	
Eastern Air Kodak	50%		Pacific Gas &	
Easton Corp	31	31%	Packaging Corp	
Eastman Kodak	31	31%	Pennsey J. C.	
Equitable Life	94	94%	Pennwalt	
Hammar	20%	21	Peapack	
Harvard P. D.	21	21%	Pennwalt	
Kroger Corp	30%	30%	Peapack Dodge	
Fed Dept Stores	30%	30%	Philco Morris	
Firestone	84	84	Phillips Pet	
Fluor Corp	19	19%	Phillips Pet	
Fm Instru Bap	374	374	PPG Ind	

= Ex div. = Asked. = Ex distribution. = Block  
 = Ex div. = Unasked.

21	01 1/2	Rawley S&C	11	11
22	2 3/4	Hudson Bay Mtn	23 1/2	23 1/2
23	2 1/4	Hudson Bay Oil	41 3/4	41 3/4
24	1 1/2	Imasco	47 1/2	47 1/2
25	3 3/4	Imperial Oil	51 3/4	51 3/4
26	3 3/4	Int Pipe	14	23 1/2
27	4 1/2	Manx-Fernco	7 1/2	23 1/2
28	4 1/2	Rod Termco	1 1/2	23 1/2
29	5 1/4	Seagram	33 1/2	29 1/2
30	4 1/2	Steel Co	33	24 1/2
31	4 1/2	Thompson R A	1 1/2	29 1/2
32	2 1/2	West Hiram	3 1/2	29 1/2
33	3 3/4	WCT	31 1/2	11

1. Market closed. n New issue. p Stock split.

## Wall Street

[illegible]

1961	Dec	100.1	88.3
	Jan	98.3	88.2
	Feb	99.8	89.1
	March	99.7	89.5
	May	98.0	87.4
	April	98.6	87.1
	June	99.5	87.7
	July	99.5	88.0
	Aug	99.4	90.0
Rise in latest 3 months over previous 3 months		+0.7	+1.5

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32	2 1/2	West Hiram	3 1/2	29 1/2
33	3 3/4	WCT	31 1/2	11

1. Market closed. n New issue. p Stock split.

## INDUSTRIAL OUTPUT

INDUSTRIAL OUTPUT			
Index numbers for industrial production seasonally adjusted, released by Central Statistical Office yesterday (1975=100)			
		Total all industries	Total manufacturing
1975		102.9	103.1
1976		105.0	105.2
1977		102.8	104.1
1978		105.1	106.5
1979		105.1	106.5
1980		105.1	106.5
1981		105.1	106.5
1982		105.1	106.5
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1986		105.1	106.5
1987		105.1	106.5
1988		105.1	106.5
1989		105.1	106.5
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1991		105.1	106.5
1992		105.1	106.5
1993		105.1	106.5
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2005		105.1	106.5
2006		105.1	106.5
2007		105.1	106.5
2008		105.1	106.5
2009		105.1	106.5
2010		105.1	106.5
2011		105.1	106.5
2012		105.1	106.5
2013		105.1	106.5
2014		105.1	106.5
2015		105.1	106.5
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2209		105.1	106.5
2210		105.1	106.5
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2240		105.1	106.5
2241		105.1	106.5
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2248		105.1	106.5
2249		105.1	106.5
2250		105.1	106.5
2251		105.1	106.5
2252		105.1	106.5
2253		105.1	106.5
2254		105.1	106.5
2255		105.1	106.5
2256		105.1	106.5
2257		105.1	106.5
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2259		105.1	106.5
2260		105.1	106.5
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2296		105.1	106.5
2297		105.1	106.5
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2299		105.1	106.5
2300		105.1	106.5
2301		105.1	106.5
2302		105.1	106.5
2303		105.1	106.5
2304		105.1	106.5
2305		105.1	106.5
2306		105.1	106.5
2307		105	

**This table is published on Wednesday and Saturday**

[illegible]





## Stock Exchange Prices

## Attempts at a rally

ACCOUNT DAYS: Dealings Began, Oct. 12; Dealings End, Oct. 23; Contango Day, Oct. 26; Settlement Day, Nov. 2

§ Forward bargains are permitted on two previous days

[illegible]











## Residential Property by Baron Phillips

## Disappointment for returning exiles

Executives and diplomats returning from service abroad, especially the United States, may be in for a shock when they start looking for a permanent home in this country.

A colleague returning from a tour of duty in Washington has been horrified by the lack of a real estate agent's attitude in helping him and his wife find a London home.

His return could not have seemed more timely. There is plenty of money available for mortgages and a more than adequate supply of houses and flats on the market, with agents keen to earn fees in a stagnant market. In fact, his experience has been quite different, with none of the agents seemingly concerned to make a sale, or at least prepared to work for it.

How different, he says, from the situation in the United States where realtors will go to extraordinary lengths to conclude a sale. If you want to get up at 6.00am to look at a property the agents will drive you there in their cars no matter how inconvenient it is to them. It is difficult to imagine a local English estate agent getting up at that time of the morning to show a client round a property.

But this sales drive has to be put into perspective. In the United States an agent's commission for making a sale is, on average, about six per cent while in Britain about 2½ per cent is the norm, although it can be as low as 1.8 per cent for sole agency.

Many vendors and purchasers are often disgruntled at the amount of work conducted by an estate agent to justify his fees.

During the heady days of 1978 when the residential market began to take off "gasumping" was prevalent. Most of the blame for this nasty practice was, I believe unjustifiably, laid at the door of estate agents. But even so they were at least working for their clients, which

Strutt & Parker, in conjunction with Burrows and Day, are selling this period farmhouse, dating back to the seventeenth century, for about £200,000. The property has five bedrooms and three reception rooms and the Grade I farmland extends to about 40 acres. Ulley Farm, Kennington, is between Ashford and the North Downs.

In most cases are vendors, because it is an agent's task to achieve the highest practical price for a property.

It does seem that at this time of disenchantment set in against estate agents and their role in the great property merry-go-round. More people questioned whether estate agents gave value for money and asked if they did enough to justify the fees charged.

In the United States it seems agents will go out of their way, many of these days are female, to send you details of as many properties which are close to what you are looking for. And they do not stop at properties on their lists. They will send you houses that are being handled by other agents too. Obviously in that situation the two agents split the commission.

Rather than send you round to a property on your own and allow you to haggle with the vendor, United States realtors prefer to take you themselves and make sure they do all the talking and negotiating on your behalf. That has its disadvantages, but at least the vendor is paying the fees feels a

lot of work is being done on his behalf.

Estate agents here would argue that more work would be done for a vendor if the fees justified it. The comparison can be made with the time and trouble taken by leading agents when it comes to selling large country houses or expensive properties. But then the fees from a sale of a £500,000 estate make it all worth while.

Unfortunately the same is not true for someone selling, even a £60,000 house or flat. Too many agents act simply as a mail order operation and telephone answering service happy to act as a middleman but little else.

It has been this attitude which has led to the upsurge in "alternative" agencies which offer no more than a large noticeboard on which to advertise a property and for which a relatively small fee is paid.

As these operations become more established they are likely to become far more sophisticated than the average local agent employing the latest technical wizardry to circulate property lists to prospective

purchasers. In most cases these cheaper operators do not offer any advice on how much a property is worth and what a vendor should try to sell it for.

Basically the onus is on the vendor to make the decision on what he believes is a realistic price for his property and what details he should include in his listing. That implies a certain degree of honesty in the vendor and one which will be quickly discovered by the purchaser on first inspection.

In an attempt to counter any inroads made by these operations, perhaps estate agents in fairly localized areas should consider centralizing their modus operandi.

There is nothing more infuriating or frustrating than having to tramp round six or seven estate agents collecting great lists of property on the market. One does feel that it should be possible to make one visit, or one phone call, and be sent or given a complete list of suitable properties which are available in an area.

That would cut out all the time wasting and reduce agents' overheads. Is there a great difference between the service offered by one firm of estate agents and that of another? If one deals exclusively in converted flats and another in detached cottages, then clearly those specialists will cater better for the needs of purchasers, and vendors, looking specifically for those types of property.

In many areas that is unrealistic and agents handle a wide variety of property because it would not pay to be choosier or specialist.

Most agents I know would fight against any kind of more cooperative service, arguing that it would not be in the consumer's interests to do so. But I wonder how many consumers believe they are receiving an acceptable service for their money.

## Bernard Thorpe and Partners

## NORTH COTSWOLDS

Stow-on-the-Wold 3 miles. Cheltenham 18 miles. London 85 miles.

ATTRACTIVE RESTORED AND MODERNISED COTSWOLD HOME OF CHARACTER in a secluded garden setting of a small unspoilt hill village. 3/4 reception rooms, breakfast room, kitchen, utility room and equipped, 6 bedrooms, 2 bathrooms, 2 attic bedrooms, Central Heating, Double garage, Useful range of outbuildings. BEAUTIFUL SECLUDED WALLED GARDENS ABOUT 1 ACRE. AUCTION—11th November (if not sold). STOW-ON-THE-WOLD OFFICE: Parklands House, Park Street, Tel. 0451 30731.

## NEAR WESTERHAM KENT

In the exclusive Goodley Stok area.

A KENTISH COUNTRY STYLE DETACHED HOUSE in a quiet secluded position. Spacious hall, cloakroom, 3 reception rooms, kitchen/breakfast room, 4 bedrooms and 2 bathrooms. Double garage, Central Heating. DELIGHTFUL GARDEN OF ABOUT 1 ACRE. Offers on £130,000 for the freehold.

OXFORD OFFICE: Thorpe House, Station Road West, Oxford, Surrey. Tel. 0853 2375.

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Abergavenny Bournemouth Brighton Cheltenham Edinburgh Glasgow Hereford Hexham Monmouth Newcastle Oxted Stow-on-the-Wold Tunbridge Wells Wetherby Worcester York

## JOHN D WOOD

## SURREY—ST. GEORGE'S HILL

Central London 20 miles.

A FASCINATINGLY DESIGNED AND EQUIPPED HOUSE OCCUPYING ONE OF THE FINEST PLOTS ON ST. GEORGE'S HILL, SURROUNDED BY THE MAGNIFICENT FORMAL GARDENS AND WOODED GROUNDS.

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## PROPERTY TO LET

WEST SUSSEX (Horsham 3 miles). 3 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## LONDON FLATS

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## CAMDEN TOWN, N.W.1

Spacious 1st floor flat, 2 bedrooms, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## FULHAM, "Parsons Green, May"

2nd floor, 2 bedrooms, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## NORTH LONDON, "The Alms"

3 bedrooms, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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3 bedrooms, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## LONDON FLATS

Chelsea Flat

Non-Gwyn House

Owner emigrating, forced to sell, possibly rent, elegant comfortable flat, 1 bedroom, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## Luxury Flat

Palmer's Green

Purpose built, 1 double, 1 bedroom, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## QUEENSGATE, S.W.7

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Impressive country residence of considerable charm and character in delightful woodland setting commanding superb views over the Test valley. 3 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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£90,000

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Offers on £130,000 for the freehold.

OXFORD OFFICE: Thorpe House, Station Road West, Oxford, Surrey. Tel. 0853 2375.

## WELWYN GARDEN CITY

Large detached Georgian style house. 4 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## DEVERON CORNWALL

Detached house, 3 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## WARWICKSHIRE

Shakespeare Country

Unique small period country cottage, ideal for a holiday home. 2 bedrooms, 1 bathroom, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## SWALLOWFOLD, Berkshire

Detached family house, 3 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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## NEAR GREAT YARMOUTH, Norfolk

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## LONDON FLATS

ESSEX/SUFFOLK BORDER. Beautiful detached house, 3 bedrooms, 2 bathrooms, kitchen, living room, double garage, lawn, tennis court, etc. (to be continued into 2 further reception rooms).

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Ascot 3 miles, Windsor 5 miles, Waterlooville 40 minutes.

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## HAMPSHIRE—NR. ALRESFORD

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A delightful Georgian house situated in the centre of an enchanting rural hamlet. 3 Reception Rooms, Kitchen, Utility Room, 4 Bedrooms, 2 Bathrooms, Oil Heating, Garage, Attractive Gardens. About 1 Acre. FOR SALE BY PRIVATE TREATY. Lane Fox & Partners—London Office.

## CAMBRIDGESHIRE

Huntingdon 13 miles, Bedford 18 miles, London 68 miles.

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